FEB 16 2004 Place On Calendar

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22 23 HOUSE FILE 2259BY COMMITTEE ON PUBLIC SAFETY

(SUCCESSOR TO HSB 606)

Passed	House,	Date	Passed	Senate,	Date
Vote:	Ayes	Nays	Vote:	Ayes	Nays
	A	pproved			

A BILL FOR

1	An Act relating to the selling and purchasing of products
2	containing pseudoephedrine, and providing penalties.
3	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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	HOUSE FILE 2259
	н-8034
	1 Amend House File 2259 as follows:
	2 1. Page 3, by inserting after line 2, the
	3 following:
	4 "A simple misdemeanor theft of more than two
	5 packages containing pseudoephedrine as the products'
	6 sole active ingredient which are in liquid form does
	7 not constitute a serious misdemeanor under this
	8 section."
	By BAUDLER of Adair
	H-8034 FILED FEBRUARY 17, 2004
21	

HF 2259

s.f. _____ H.f. <u>2259</u>

1 Section 1. <u>NEW SECTION</u>. 126.23A PSEUDOEPHEDRINE -2 RESTRICTIONS.

3 1. A retailer shall not sell and a person shall not 4 purchase in a single transaction more than two packages 5 containing pseudoephedrine as the products' sole active 6 ingredient.

7 2. A retailer who offers for sale a product containing 8 pseudoephedrine as the product's sole active ingredient shall 9 display and offer such product for sale, except as otherwise 10 provided, behind a counter where the public is not permitted 11 or within twenty feet of a counter which allows the attendant 12 to view the products in an unobstructed manner. A retailer 13 may display or offer for sale without restriction a product 14 containing pseudoephedrine as the sole active ingredient if 15 the product is displayed using any type of antitheft device 16 system including but not limited to an electronic antitheft 17 device system that utilizes a product tag and detection alarm 18 which prevents the theft of the product.

19 3. A retailer shall post a notice at the location where a 20 product containing pseudoephedrine as its sole active 21 ingredient is displayed or offered for sale stating the 22 following:

23 A person commits a simple misdemeanor if the person 24 purchases in a single transaction more than two packages 25 containing pseudoephedrine as the products' sole active 26 ingredient.

4. An employee of a retailer who sells packages containing pseudoephedrine or a person who purchases packages containing pseudoephedrine in violation of subsection 1 commits a simple misdemeanor, punishable as a scheduled violation under section 805.8C, subsection 4, paragraph "a". If a citation is issued for a violation of subsection 1, the citation shall be issued to both the employee who sells the packages and the purchaser. For each violation of subsection 1, 2, or 3 by a retailer, the retailer shall be assessed a scheduled fine

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s.f. _____ H.f. <u>2259</u>

1 under section 805.8C, subsection 4, paragraph "b".

2 6. a. Enforcement of any scheduled fine for violation of
3 this section by the state or a political subdivision of the
4 state shall be in magistrate court.

5 b. Enforcement of this section shall also be implemented 6 uniformly throughout the state. For purposes of uniform 7 implementation, a county or municipality shall not set 8 requirements or establish a penalty which is higher or more 9 stringent than the requirements or penalties enumerated in 10 this section.

11 7. All civil penalty moneys collected by the state or a 12 political subdivision of the state pursuant to this section 13 shall be retained by the state or political subdivision of the 14 state, respectively.

15 8. As used in this section, "retailer" means a person or 16 business entity engaged in this state in the business of 17 selling products on a retail basis.

18 9. This section shall not apply to a package containing 19 pseudoephedrine as the product's sole active ingredient which 20 is in liquid form.

Sec. 2. Section 602.8105, Code Supplement 2003, is amended 22 by adding the following new subsection:

23 <u>NEW SUBSECTION</u>. 4. The clerk of the district court shall 24 collect a civil penalty assessed against a retailer pursuant 25 to section 126.23A. Any moneys collected from the civil 26 penalty shall be distributed to the state or a political 27 subdivision of the state as provided in section 126.23A, 28 subsection 7.

29 Sec. 3. <u>NEW SECTION</u>. 714.7C THEFT OF PSEUDOEPHEDRINE --30 ENHANCEMENT.

Notwithstanding section 714.2, subsection 5, a person who commits a simple misdemeanor theft of more than two packages containing any of the following commits a serious misdemeanor: l. Pseudoephedrine as the product's sole active

35 ingredient.

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s.f. H.f. 2259

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Pseudoephedrine in combination with other active
 ingredients.

3 Sec. 4. Section 805.8C, Code 2003, is amended by adding 4 the following new subsection:

5 <u>NEW SUBSECTION</u>. 4. a. PSEUDOEPHEDRINE SALES VIOLATIONS. 6 For a violation of section 126.23A, subsection 1, the 7 scheduled fine is one hundred dollars.

b. For a violation of section 126.23A, subsection 1, 2, or
9 3, by a retailer, the scheduled fine is one hundred dollars,
10 and is a civil penalty and the criminal penalty surcharge
11 under section 911.2 shall not be added to the penalty, and the
12 court costs pursuant to section 805.9, subsection 6, shall not
13 be imposed.

EXPLANATION

15 This bill relates to the selling and purchasing of products 16 containing pseudoephedrine.

17 The bill provides that a retailer shall not sell, and a 18 person shall not purchase, in a single transaction more than 19 two packages containing pseudoephedrine as the products' sole 20 active ingredient. A person who sells or purchases more than 21 two packages containing pseudoephedrine in a single 22 transaction commits a simple misdemeanor punishable by a 23 scheduled fine of \$100.

The bill provides that a retailer who offers for sale a product containing pseudoephedrine as the product's sole active ingredient shall display and offer such product for rank except as otherwise provided, behind a counter where the public is not permitted or within 20 feet of a counter which allows the attendant to view the product in an unobstructed manner. The bill provides that a retailer may display or offer for sale without restriction a product containing pseudoephedrine as the sole active ingredient if the product is displayed using an antitheft device system.

34 The bill provides that a retailer shall display a notice 35 stating that it is a simple misdemeanor to purchase in a

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S.F. _____ H.F. 2259

1 single transaction more than two packages containing 2 pseudoephedrine as the products' sole active ingredient. 3 The bill provides that if a person sells or purchases a 4 product containing pseudoephedrine in violation of the bill, 5 the retailer shall be assessed a civil penalty punishable as a 6 scheduled fine in the amount of \$100 for each criminal 7 violation. Under the bill, if the retailer also displays a 8 product containing pseudoephedrine in a manner which violates 9 the bill, the retailer shall be assessed a \$100 civil penalty. 10 The bill provides that any enforcement action under the 11 bill be in magistrate court.

12 The bill provides that all civil penalty moneys collected 13 by the clerk of the district court shall be distributed to the 14 state or political subdivision of the state enforcing the 15 bill.

16 The bill enhances the penalty for a person who commits a 17 simple misdemeanor theft to a serious misdemeanor theft if the 18 person commits a theft of more than two packages containing 19 pseudoephedrine as their sole active ingredient or more than 20 two packages containing pseudoephedrine in combination with 21 other active ingredients.

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Fiscal Services Division Legislative Services Agency Fiscal Note

HF 2259 - Pseudoephedrine, Restricted Access I (LSB 6168 HV) Analyst: Jennifer Acton (Phone: (515) 281-7846) (jennifer.acton@legis.state.ia.us) Fiscal Note Version — New Requested by Representative Clel Baudler

Description

House File 2259 relates to selling and purchasing of products containing pseudoephedrine and providing penalties.

Assumptions

- 1. Charge, conviction, and sentencing patterns and trends will not change over the projection period.
- 2. Prisoner length of stay, revocation rates, and other correction policies and practices will not change over the projection period.
- 3. The law will become effective July 1, 2004. A lag effect of six months is assumed, from the law's effective date to the date of first entry of affected offenders into the correctional system.
- 4. In FY 2003, the jail incarceration rate for a simple misdemeanor was 12.3% and the average jail days imposed was eight days.
- 5. In FY 2003, the jail incarceration rate for a serious misdemeanor was 32.8% and the average jail days imposed was 47 days. For a serious misdemeanor property offense, the average prison incarceration rate was 1.5% and the average time served in prison was eight months.
- 6. If a person purchases more than two packages of pseudoephedrine as the sole ingredient in a single transaction, the person commits a simple misdemeanor punishable by a scheduled fine of \$100. If an employee sells more than two packages of psuedoephedrine as the sole ingredient to one person, the employee commits a simple misdemeanor punishable by a scheduled fine of \$100.
- 7. House File 2259 enhances the penalty for a person who commits a theft of more than two packages containing pseudoephedrine as the sole active ingredient or more than two packages containing pseudoephedrine in combination with other active ingredients to a serious misdemeanor.
- 8. House File 2259 requires the cases to be heard by a magistrate; however, some counties do not have magistrates.

Correctional Impact

The simple misdemeanor punishable by a scheduled violation of \$100 is not anticipated to have a significant correctional impact due to the fine-only penalties set forth in HF 2259. There is no readily available information to determine how many charges/convictions for these offenses would occur annually.

The serious misdemeanor for theft would have a correctional impact to the extent that such theft occurs, since it is raising the penalty from a simple misdemeanor to a serious misdemeanor. For one person convicted of a serious misdemeanor offense, the jail stay is 47 days, the average prison stay is 8 months, the average time on parole is 10 months, and the average stay on probation is 14 months.

Fiscal Impact

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The fiscal impact for HF 2259 cannot be determined since it is unknown how many people will be convicted of theft of pseudoephedrine.

The fiscal impact for a serious misdemeanor conviction for theft for one person ranges from approximately \$100 to \$5,000.

The fiscal impact for a serious misdemeanor for theft would increase county jail expenditures by approximately \$600 per person.

Sources

Department of Human Rights, Criminal and Juvenile Justice Planning Division Judicial Branch

Dennis C Prouty

February 17, 2004

The fiscal note and correctional impact statement for this bill was prepared pursuant to Joint Rule 17 and pursuant to Section 2.56, <u>Code of Iowa</u>. Data used in developing this fiscal note and correctional impact statement are available from the Fiscal Services Division, Legislative Services Agency to members of the Legislature upon request.

HOUSE FILE 2259BY COMMITTEE ON PUBLIC SAFETY

(SUCCESSOR TO HSB 606)

(As Amended and Passed by the House February 19, 2004)

A BILL FOR

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S.F. H.F. 2259

1 Section 1. <u>NEW SECTION</u>. 126.23A PSEUDOEPHEDRINE --2 RESTRICTIONS.

3 1. A retailer shall not sell and a person shall not 4 purchase in a single transaction more than two packages 5 containing pseudoephedrine as the products' sole active 6 ingredient.

7 2. A retailer who offers for sale a product containing 8 pseudoephedrine as the product's sole active ingredient shall 9 display and offer such product for sale, except as otherwise 10 provided, behind a counter where the public is not permitted 11 or within twenty feet of a counter which allows the attendant 12 to view the products in an unobstructed manner. A retailer 13 may display or offer for sale without restriction a product 14 containing pseudoephedrine as the sole active ingredient if 15 the product is displayed using any type of antitheft device 16 system including but not limited to an electronic antitheft 17 device system that utilizes a product tag and detection alarm 18 which prevents the theft of the product.

19 3. A retailer shall post a notice at the location where a 20 product containing pseudoephedrine as its sole active 21 ingredient is displayed or offered for sale stating the 22 following:

23 A person commits a simple misdemeanor if the person 24 purchases in a single transaction more than two packages 25 containing pseudoephedrine as the products' sole active 26 ingredient.

4. An employee of a retailer who sells packages containing pseudoephedrine or a person who purchases packages containing pseudoephedrine in violation of subsection 1 commits a simple misdemeanor, punishable as a scheduled violation under section 805.8C, subsection 4, paragraph "a". If a citation is issued for a violation of subsection 1, the citation shall be issued to both the employee who sells the packages and the purchaser. For each violation of subsection 1, 2, or 3 by a

35 retailer, the retailer shall be assessed a scheduled fine

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S.F. H.F. 2259

1 under section 805.8C, subsection 4, paragraph "b".

2 6. a. Enforcement of any scheduled fine for violation of
3 this section by the state or a political subdivision of the
4 state shall be in magistrate court.

5 b. Enforcement of this section shall also be implemented 6 uniformly throughout the state. For purposes of uniform 7 implementation, a county or municipality shall not set 8 requirements or establish a penalty which is higher or more 9 stringent than the requirements or penalties enumerated in 10 this section.

11 7. All civil penalty moneys collected by the state or a 12 political subdivision of the state pursuant to this section 13 shall be retained by the state or political subdivision of the 14 state, respectively.

15 8. As used in this section, "retailer" means a person or 16 business entity engaged in this state in the business of 17 selling products on a retail basis.

9. This section shall not apply to a package containing
19 pseudoephedrine as the product's sole active ingredient which
20 is in liquid form.

Sec. 2. Section 602.8105, Code Supplement 2003, is amended 22 by adding the following new subsection:

23 <u>NEW SUBSECTION</u>. 4. The clerk of the district court shall 24 collect a civil penalty assessed against a retailer pursuant 25 to section 126.23A. Any moneys collected from the civil 26 penalty shall be distributed to the state or a political 27 subdivision of the state as provided in section 126.23A, 28 subsection 7.

29 Sec. 3. <u>NEW SECTION</u>. 714.7C THEFT OF PSEUDOEPHEDRINE --30 ENHANCEMENT.

Notwithstanding section 714.2, subsection 5, a person who commits a simple misdemeanor theft of more than two packages containing any of the following commits a serious misdemeanor: l. Pseudoephedrine as the product's sole active ingredient.

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s.f. H.f. 2259

Pseudoephedrine in combination with other active
 ingredients.

3 A simple misdemeanor theft of more than two packages 4 containing pseudoephedrine as the products' sole active_ 5 ingredient which are in liquid form does not constitute a 6 serious misdemeanor under this section. Sec. 4. Section 805.8C, Code 2003, is amended by adding 7 8 the following new subsection: NEW SUBSECTION. 4. a. PSEUDOEPHEDRINE SALES VIOLATIONS. 9 10 For a violation of section 126.23A, subsection 1, the ll scheduled fine is one hundred dollars. 12 b. For a violation of section 126.23A, subsection 1, 2, or 13 3, by a retailer, the scheduled fine is one hundred dollars, 14 and is a civil penalty and the criminal penalty surcharge 15 under section 911.2 shall not be added to the penalty, and the 16 court costs pursuant to section 805.9, subsection 6, shall not 17 be imposed. 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35

> HF 2259 jm/es/25

HOUSE FILE 2259

S-5151 Amend House File 2259, as amended, passed, and 1 2 reprinted by the House, as follows: 1. Page 1, by striking lines 23 through 26, and 3 4 inserting the following: "Iowa law prohibits the sale or purchase of more 5 6 than two packages containing pseudoephedrine as the 7 sole active ingredient." 8 2. Page 2, by striking lines 18 through 20 and 9 inserting the following: This section shall not apply to the following: "9. 10 Any package of a product containing 11 a. 12 pseudoephedrine as the product's sole active 13 ingredient which is in liquid form. 14 Any package of a product containing b. 15 pseudoephedrine as the product's sole active 16 ingredient which is primarily intended for 17 administration to children under twelve years of age 18 according to the label, regardless of whether the 19 product is in liquid or solid form. c. Any package of a product containing 20 21 pseudoephedrine as the product's sole active 22 ingredient that the board of pharmacy examiners, with 23 the concurrence of the department of public safety, 24 upon application of a manufacturer, exempts from this 25 section because the product is formulated to 26 effectively prevent conversion of the active 27 ingredient into methamphetamine or its salts or 28 precursors. The board of pharmacy examiners, with the 29 concurrence of the department of public safety, shall 30 adopt rules pursuant to chapter 17A to administer this 31 paragraph."

By COMMITTEE ON JUDICIARY DONALD B. REDFERN, Chairperson

S-5151 FILED MARCH 29, 2004

SENATE AMENDMENT TO HOUSE FILE 2259

H-8419 Amend House File 2259, as amended, passed, and 1 2 reprinted by the House, as follows: 1. Page 1, by striking lines 23 through 26, and 3 4 inserting the following: 5 "Iowa law prohibits the sale or purchase of more 6 than two packages containing pseudoephedrine as the 7 sole active ingredient." Page 2, by striking lines 18 through 20 and 8 2. 9 inserting the following: 10 "9. This section shall not apply to the following: 11 Any package of a product containing a. 12 pseudoephedrine as the product's sole active 13 ingredient which is in liquid form. 14 b. Any package of a product containing 15 pseudoephedrine as the product's sole active 16 ingredient which is primarily intended for 17 administration to children under twelve years of age 18 according to the label, regardless of whether the 19 product is in liquid or solid form. 20 Any package of a product containing c. 21 pseudoephedrine as the product's sole active 22 ingredient that the board of pharmacy examiners, with 23 the concurrence of the department of public safety, 24 upon application of a manufacturer, exempts from this 25 section because the product is formulated to 26 effectively prevent conversion of the active 27 ingredient into methamphetamine or its salts or 28 precursors. The board of pharmacy examiners, with the 29 concurrence of the department of public safety, shall 30 adopt rules pursuant to chapter 17A to administer this 31 paragraph." RECEIVED FROM THE SENATE

H-8419 FILED APRIL 6, 2004

Baudler, ch Eichhorn Chambers McCarthy Heddens	HSB 606 PUBLIC SAFETY HOUSE FILE BY (PROPOSED COMMITTEE ON PUBLIC SAFETY BILL BY CHAIRPERSON BAUDLER)
Passed House, Date	Passed Senate, Date

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Vote:	Ayes	Nays	Vote:	Ayes	Nays	
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A BILL FOR

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S.F. H.F.

1 Section 1. <u>NEW SECTION</u>. 126.23A PSEUDOEPHEDRINE --2 RESTRICTIONS.

3 1. A retailer shall not sell and a person shall not 4 purchase in a single transaction more than two products 5 containing pseudoephedrine as the products' sole active 6 ingredient.

7 2. A retailer who offers for sale a product containing 8 pseudoephedrine as the product's sole active ingredient shall 9 display and offer such product for sale, except as otherwise 10 provided, behind a counter where the public is not permitted 11 or within twenty feet of a counter which allows the attendant 12 to view the products in an unobstructed manner. A retailer 13 may display without restriction a product containing 14 pseudoephedrine as the sole active ingredient if the product 15 is displayed using an electronic antitheft device system that 16 utilizes a product tag and detection alarm which prevents the 17 theft of the product.

18 3. A retailer shall post a notice at the location where a 19 product containing pseudoephedrine as its sole active 20 ingredient is displayed or offered for sale stating the 21 following:

22 A person commits a simple misdemeanor if the person 23 purchases in a single transaction more than two products 24 containing pseudoephedrine as the products' sole active 25 ingredient.

4. A person who violates subsection 1 commits a simple
27 misdemeanor, punishable as a scheduled violation under section
28 805.8C, subsection 4.

5. For each violation of subsection 1, 2, or 3 by a 30 retailer, the retailer shall be assessed a civil penalty in 31 the amount of one hundred dollars.

32 6. a. Enforcement of any civil penalties in this section 33 by the state or a political subdivision of the state shall be 34 in district court.

35 b. Enforcement of this section shall also be implemented

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1 uniformly throughout the state. For the purpose of uniform 2 implementation, the provisions of this section shall supersede 3 any local ordinance or regulation which is inconsistent with 4 or conflicts with the provisions of this section.

5 7. All civil penalty moneys collected by the state or a 6 political subdivision of the state pursuant to this section 7 shall be retained by the state or political subdivision of the 8 state, respectively.

9 As used in this section, "retailer" means a person or 10 business entity engaged in this state in the business of 11 selling products on a retail basis.

12 Sec. 2. Section 602.8105, subsection 2, paragraph e, Code 13 Supplement 2003, is amended to read as follows:

14 <u>e.</u> For filing and docketing a civil action pursuant to 15 section 126.23A, twenty-five dollars.

16 e. f. Other fees provided by law.

Sec. 3. Section 602.8105, Code Supplement 2003, is amendedby adding the following new subsection:

19 <u>NEW SUBSECTION</u>. 4. The clerk of the district court shall 20 collect a civil penalty assessed against a retailer pursuant 21 to section 126.23A. Any moneys collected from the civil 22 penalty shall be distributed to the state or a political 23 subdivision of the state as provided in section 126.23A, 24 subsection 7.

25 Sec. 4. <u>NEW SECTION</u>. 714.7C THEFT OF PSEUDOEPHEDRINE --26 ENHANCEMENT.

Notwithstanding section 714.2, subsection 5, a person who commits a simple misdemeanor theft of more than two products containing pseudoephedrine as the products' sole active ingredient commits a serious misdemeanor.

31 Sec. 5. Section 805.8C, Code 2003, is amended by adding 32 the following new subsection:

33 <u>NEW SUBSECTION</u>. 4. PSEUDOEPHEDRINE SALES VIOLATIONS. For 34 a violation of section 126.23A, subsection 1, the scheduled 35 fine is one hundred dollars.

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EXPLANATION

2 This bill relates to the selling and purchasing of products 3 containing pseudoephedrine.

4 The bill provides that a retailer shall not sell, and a 5 person shall not purchase, in a single transaction more than 6 two products containing pseudoephedrine as the products' sole 7 active ingredient. A person who sells or purchases more than 8 two products containing pseudoephedrine in a single 9 transaction commits a simple misdemeanor punishable by a 10 scheduled fine of \$100.

11 The bill provides that a retailer who offers for sale a 12 product containing pseudoephedrine as the product's sole 13 active ingredient shall display and offer such product for 14 sale, except as otherwise provided, behind a counter where the 15 public is not permitted or within 20 feet of a counter which 16 allows the attendant to view the product in an unobstructed 17 manner. The bill provides that a retailer may display without 18 restriction a product containing pseudoephedrine as the sole 19 active ingredient if the product is displayed using an 20 electronic antitheft device system.

The bill provides that a retailer shall display a notice stating that it is a simple misdemeanor to purchase in a single transaction more than two products containing pseudoephedrine as the products' sole active ingredient. The bill provides that if a person sells or purchases a product containing pseudoephedrine in violation of the bill, the retailer shall be assessed a civil penalty in the amount of \$100 for each criminal violation. Under the bill, if the pretailer also displays a product containing pseudoephedrine in a manner which violates the bill, the retailer shall be assessed a \$100 civil penalty.

The bill provides that any civil enforcement action under The bill be in district court. The bill provides that the diling and docketing fees be set at \$25.

35 The bill provides that all civil penalty moneys collected

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S.F. _____ H.F. __

1 by the clerk of the district court shall be distributed to the 2 state or political subdivision of the state enforcing the 3 bill.

4 The bill enhances the penalty for a person who commits a 5 simple misdemeanor theft to a serious misdemeanor theft if the 6 person commits a theft of more than two products containing 7 pseudoephedrine as their sole active ingredient.

LSB 6168HC 80 jm/pj/5

House File 2259, p. 2

HOUSE FILE 2259

AN ACT

RELATING TO THE SELLING AND PURCHASING OF PRODUCTS CONTAINING PSEUDOEPHEDRINE, AND PROVIDING PENALTIES.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. <u>NEW SECTION</u>. 126.23A PSEUDOEPHEDRINE --RESTRICTIONS.

1. A retailer shall not sell and a person shall not purchase in a single transaction more than two packages containing pseudoephedrine as the products' sole active ingredient.

2. A retailer who offers for sale a product containing pseudoephedrine as the product's sole active ingredient shall display and offer such product for sale, except as otherwise provided, behind a counter where the public is not permitted or within twenty feet of a counter which allows the attendant to view the products in an unobstructed manner. A retailer may display or offer for sale without restriction a product containing pseudoephedrine as the sole active ingredient if the product is displayed using any type of antitheft device system including but not limited to an electronic antitheft device system that utilizes a product tag and detection alarm which prevents the theft of the product.

3. A retailer shall post a notice at the location where a product containing pseudoephedrine as its sole active ingredient is displayed or offered for sale stating the following:

Iowa law prohibits the sale or purchase of more than two packages containing pseudoephedrine as the sole active ingredient. 4. An employee of a retailer who sells packages containing pseudoephedrine or a person who purchases packages containing pseudoephedrine in violation of subsection 1 commits a simple misdemeanor, punishable as a scheduled violation under section 805.8C, subsection 4, paragraph "a". If a citation is issued for a violation of subsection 1, the citation shall be issued to both the employee who sells the packages and the purchaser.

5. For each violation of subsection 1, 2, or 3 by a retailer, the retailer shall be assessed a scheduled fine under section 805.8C, subsection 4, paragraph "b".

6. a. Enforcement of any scheduled fine for violation of this section by the state or a political subdivision of the state shall be in magistrate court.

b. Enforcement of this section shall also be implemented uniformly throughout the state. For purposes of uniform implementation, a county or municipality shall not set requirements or establish a penalty which is higher or more stringent than the requirements or penalties enumerated in this section.

7. All civil penalty moneys collected by the state or a political subdivision of the state pursuant to this section shall be retained by the state or political subdivision of the state, respectively.

8. As used in this section, "retailer" means a person or business entity engaged in this state in the business of selling products on a retail basis.

9. This section shall not apply to the following:

a. Any package of a product containing pseudoephedrine as the product's sole active ingredient which is in liquid form.

b. Any package of a product containing pseudoephedrine as the product's sole active ingredient which is primarily intended for administration to children under twelve years of age according to the label, regardless of whether the product is in liquid or solid form.

House File 2259, p. 3

c. Any package of a product containing pseudoephedrine as the product's sole active ingredient that the board of pharmacy examiners, with the concurrence of the department of public safety, upon application of a manufacturer, exempts from this section because the product is formulated to effectively prevent conversion of the active ingredient into methamphetamine or its salts or precursors. The board of pharmacy examiners, with the concurrence of the department of public safety, shall adopt rules pursuant to chapter 17A to administer this paragraph.

Sec. 2. Section 602.8105, Code Supplement 2003, is amended by adding the following new subsection:

<u>NEW SUBSECTION</u>. 4. The clerk of the district court shall collect a civil penalty assessed against a retailer pursuant to section 126.23A. Any moneys collected from the civil penalty shall be distributed to the state or a political subdivision of the state as provided in section 126.23A, subsection 7.

Sec. 3. <u>NEW SECTION</u>. 714.7C THEFT OF PSEUDOEPHEDRINE --ENHANCEMENT.

Notwithstanding section 714.2, subsection 5, a person who commits a simple misdemeanor theft of more than two packages containing any of the following commits a serious misdemeanor:

 Pseudoephedrine as the product's sole active ingredient.

2. Pseudoephedrine in combination with other active ingredients.

A simple misdemeanor theft of more than two packages containing pseudoephedrine as the products' sole active ingredient which are in liquid form does not constitute a serious misdemeanor under this section.

Sec. 4. Section 805.8C, Code 2003, is amended by adding the following new subsection:

<u>NEW SUBSECTION</u>. 4. a. PSEUDOEPHEDRINE SALES VIOLATIONS. For a violation of section 126.23A, subsection 1, the scheduled fine is one hundred dollars. b. For a violation of section 126.23A, subsection 1, 2, or 3, by a retailer, the scheduled fine is one hundred dollars, and is a civil penalty and the criminal penalty surcharge under section 911.2 shall not be added to the penalty, and the court costs pursuant to section 805.9, subsection 6, shall not be imposed.

> CHRISTOPHER C. RANTS Speaker of the House

JEFFREY M. LAMBERTI President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2259, Eightieth General Assembly.

MARGARET THOMSON

Chief Clerk of the House

Approved _____, 2004

THOMAS J. VILSACK Governor House File 2259, p. 4