ASSEMBLY BILL NO. 450—COMMITTEE ON JUDICIARY

(ON BEHALF OF THE LEGISLATIVE COMMITTEE ON HEALTH CARE)

MARCH 27, 2017

Referred to Committee on Judiciary

SUMMARY—Imposes certain requirements concerning vapor products and alternative nicotine products. (BDR 15-355)

FISCAL NOTE: Effect on Local Government: Increases or Newly Provides for Term of Imprisonment in County or City Jail or Detention Facility. Effect on the State: No.

EXPLANATION - Matter in **bolded italics** is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to crimes; prohibiting the use of vapor products in certain locations; imposing requirements for packaging and labeling of certain vapor products and alternative nicotine products; providing penalties; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

The Nevada Clean Indoor Air Act generally prohibits smoking tobacco within indoor places of employment, within school buildings and on school property but allows smoking tobacco in certain areas or establishments. (NRS 202.2483) Section 1 of this bill amends the Nevada Clean Indoor Air Act to prohibit the use of vapor products in the same locations where smoking tobacco is prohibited.

Section 2 of this bill makes a technical correction to the definition of "distribute" to include the furnishing, giving away or providing of cigarettes, cigarette paper, tobacco of any description, vapor products or alternative nicotine products, or samples thereof.

Existing law sets forth certain prohibitions relating to the sale, distribution or offer of sale of cigarettes, smokeless products made or derived from tobacco or alternative nicotine products in any form except in certain specified packaging. (NRS 202.2493) Section 3 of this bill prohibits the sale, distribution or offer of sale of: (1) certain vapor cartridges or other containers of nicotine that are not packaged in compliance with the federal Poison Prevention Packaging Act of 1970, 15 U.S.C. § 1471, et seq., and any regulations adopted pursuant thereto; and (2) vapor





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17 products or alternative nicotine products that do not bear labels which include certain required information.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. NRS 202.2483 is hereby amended to read as follows:

202.2483 1. Except as otherwise provided in subsection 3, smoking tobacco in any form *or using a vapor product* is prohibited within indoor places of employment including, but not limited to, the following:

- (a) Child care facilities;
- (b) Movie theatres;
- (c) Video arcades;

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- (d) Government buildings and public places;
- (e) Malls and retail establishments;
 - (f) All areas of grocery stores; and
 - (g) All indoor areas within restaurants.
- 2. Without exception, smoking tobacco in any form *or using a vapor product* is prohibited within school buildings and on school property.
- 3. Smoking tobacco *or using a vapor product* is not prohibited in:
- (a) Areas within casinos where loitering by minors is already prohibited by state law pursuant to NRS 463.350;
 - (b) Completely enclosed areas with stand-alone bars, taverns and saloons in which patrons under 21 years of age are prohibited from entering:
 - (c) Age-restricted stand-alone bars, taverns and saloons;
 - (d) Strip clubs or brothels;
 - (e) Retail tobacco stores;
 - (f) The area of a convention facility in which a meeting or trade show is being held, during the time the meeting or trade show is occurring, if the meeting or trade show:
 - (1) Is not open to the public;
 - (2) Is being produced or organized by a business relating to tobacco *or vapor products* or a professional association for convenience stores; and
 - (3) Involves the display of tobacco *products or vapor* products; and
 - (g) Private residences, including private residences which may serve as an office workplace, except if used as a child care, an adult day care or a health care facility.





- 4. A supervisor on duty or employee of an age-restricted standalone bar, tavern or saloon or a stand-alone bar, tavern or saloon shall not allow a person who is under 21 years of age to loiter in an age-restricted stand-alone bar, tavern or saloon or an area of a standalone bar, tavern or saloon where smoking [is] and the use of vapor products are allowed pursuant to this section. A person who violates the provisions of this subsection is guilty of a misdemeanor.
- 5. If a supervisor on duty or employee of an age-restricted stand-alone bar, tavern or saloon or a stand-alone bar, tavern or saloon violates the provisions of subsection 4, the age-restricted stand-alone bar, tavern or saloon or stand-alone bar, tavern or saloon is liable for a civil penalty of:
 - (a) For the first offense, \$1,000.

- (b) For a second or subsequent offense, \$2,000.
- 6. In any prosecution or other proceeding for a violation of the provisions of subsection 4 or 5, it is no excuse for a supervisor, employee, age-restricted bar, tavern or saloon, or stand-alone bar, tavern or saloon alleged to have committed the violation to plead that a supervisor or employee believed that the person who was permitted to loiter was 21 years of age or older.
- 7. In areas or establishments where smoking [is] and the use of vapor products are not prohibited by this section, nothing in state law shall be construed to prohibit the owners of said establishments from voluntarily creating nonsmoking sections or designating the entire establishment as smoke free [] or vapor product free.
- 8. Nothing in state law shall be construed to restrict local control or otherwise prohibit a county, city or town from adopting and enforcing local tobacco *or vapor products* control measures that meet or exceed the minimum applicable standards set forth in this section.
- 9. "No Smoking" signs or the international "No Smoking" symbol [shall] must be clearly and conspicuously posted in every public place and place of employment where smoking [is] and the use of vapor products are prohibited by this section. Each public place and place of employment where smoking [is] and the use of vapor products are prohibited shall post, at every entrance, a conspicuous sign clearly stating that smoking [is] and the use of vapor products are prohibited. All ashtrays and other smoking paraphernalia [shall] must be removed from any area where smoking [is] and the use of vapor products are prohibited.
- 10. Health authorities, police officers of cities or towns, sheriffs and their deputies shall, within their respective jurisdictions, enforce the provisions of this section and shall issue citations for violations of this section pursuant to NRS 202.2492 and 202.24925.





- 11. No person or employer shall retaliate against an employee, applicant or customer for exercising any rights afforded by, or attempts to prosecute a violation of, this section.
- 12. For the purposes of this section, the following terms have the following definitions:
- (a) "Age-restricted stand-alone bar, tavern or saloon" means an establishment:
- (1) Devoted primarily to the sale of alcoholic beverages to be consumed on the premises;
- (2) In which food service or sales may or may not be incidental food service or sales, in the discretion of the operator of the establishment;
- (3) In which patrons under 21 years of age are prohibited at all times from entering the premises; and
 - (4) That must be located within:
- (I) A physically independent building that does not share a common entryway or indoor area with a restaurant, public place or any other indoor workplace where smoking [is] and the use of vapor products are prohibited by this section; or
- (II) A completely enclosed area of a larger structure, which may include, without limitation, a strip mall or an airport, provided that indoor windows must remain closed at all times and doors must remain closed when not actively in use.
- (b) "Casino" means an entity that contains a building or large room devoted to gambling games or wagering on a variety of events. A casino must possess a nonrestricted gaming license as described in NRS 463.0177 and typically uses the word 'casino' as part of its proper name.
- (c) "Child care facility" has the meaning ascribed to it in NRS 441A.030.
- (d) "Completely enclosed area" means an area that is enclosed on all sides by any combination of solid walls, windows or doors that extend from the floor to the ceiling.
- (e) "Government building" means any building or office space owned or occupied by:
- (1) Any component of the Nevada System of Higher Education and used for any purpose related to the System;
 - (2) The State of Nevada and used for any public purpose; or
- (3) Any county, city, school district or other political subdivision of the State and used for any public purpose.
- (f) "Health authority" has the meaning ascribed to it in NRS 202.2485.
- (g) "Incidental food service or sales" means the service of prepackaged food items including, but not limited to, peanuts, popcorn, chips, pretzels or any other incidental food items that are



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exempt from food licensing requirements pursuant to subsection 2 of NRS 446.870.

- (h) "Place of employment" means any enclosed area under the control of a public or private employer which employees frequent during the course of employment including, but not limited to, work areas, restrooms, hallways, employee lounges, cafeterias, conference and meeting rooms, lobbies and reception areas.
- (i) "Product made or derived from tobacco" has the meaning ascribed to it in NRS 202.2485.
- (j) "Public places" means any enclosed areas to which the public is invited or in which the public is permitted.
- (k) "Restaurant" means a business which gives or offers for sale food, with or without alcoholic beverages, to the public, guests or employees, as well as kitchens and catering facilities in which food is prepared on the premises for serving elsewhere.
- [(k)] (1) "Retail tobacco store" means a retail store utilized primarily for the sale of tobacco products *or vapor products* and accessories *for those products* and in which the sale of other products is merely incidental.
- (n) "School building" means all buildings on the grounds of any public school described in NRS 388.020 and any private school as defined in NRS 394.103.
- [(m)] (n) "School property" means the grounds of any public school described in NRS 388.020 and any private school as defined in NRS 394.103.
- (n) (o) "Stand-alone bar, tavern or saloon" means an establishment:
- (1) Devoted primarily to the sale of alcoholic beverages to be consumed on the premises;
- (2) In which food service or sales may or may not be incidental food service or sales, in the discretion of the operator of the establishment;
- (3) In which smoke from a product made or derived from tobacco or vapor from a vapor product from such establishments does not infiltrate into areas where smoking [is] and the use of vapor products are prohibited under the provisions of this section; and
 - (4) That must be housed in either:
- (I) A physically independent building that does not share a common entryway or indoor area with a restaurant, public place or any other indoor workplaces where smoking [is] and the use of vapor products are prohibited by this section; or
- (II) A completely enclosed area of a larger structure, such as a strip mall or an airport, provided that indoor windows must





remain shut at all times and doors must remain closed when not actively in use.

[(o)] (p) "Vapor product" has the meaning ascribed to it in NRS 202.2485.

- (q) "Video arcade" has the meaning ascribed to it in paragraph (d) of subsection 3 of NRS 453.3345.
- 13. Any statute or regulation inconsistent with this section is null and void.
- 14. The provisions of this section are severable. If any provision of this section or the application thereof is declared by a court of competent jurisdiction to be invalid or unconstitutional, such declaration shall not affect the validity of the section as a whole or any provision thereof other than the part declared to be invalid or unconstitutional.
 - **Sec. 2.** NRS 202.2485 is hereby amended to read as follows: 202.2485 As used in NRS 202.2485 to 202.2497, inclusive:
- 1. "Alternative nicotine product" means any noncombustible product containing nicotine that is intended for human consumption, whether chewed, absorbed, dissolved or ingested by any other means. The term does not include:
 - (a) A vapor product;

- (b) A product made or derived from tobacco; or
- (c) Any product regulated by the United States Food and Drug Administration under Subchapter V of the Federal Food, Drug, and Cosmetic Act, 21 U.S.C. §§ 351 et seq.
- 2. "Distribute" includes furnishing, giving away or providing cigarettes, cigarette paper, tobacco of any description, products made or derived from tobacco, vapor products or alternative nicotine products, or samples thereof, at no cost to promote the product, whether or not in combination with a sale.
- 3. "Health authority" means the district health officer in a district, or his or her designee, or, if none, the Chief Medical Officer, or his or her designee.
- 4. "Product made or derived from tobacco" does not include any product regulated by the United States Food and Drug Administration pursuant to Subchapter V of the Federal Food, Drug, and Cosmetic Act, 21 U.S.C. §§ 351 et seq.
 - 5. "Vapor product":
- (a) Means any noncombustible product containing nicotine that employs a heating element, power source, electronic circuit or other electronic, chemical or mechanical means, regardless of the shape or size thereof, that can be used to produce vapor from nicotine in a solution or other form.
 - (b) Includes, without limitation:





- (1) An electronic cigarette, cigar, cigarillo or pipe or a similar product or device; and
- (2) A vapor cartridge or other container of nicotine in a solution or other form that is intended to be used with or in an electronic cigarette, cigar, cigarillo or pipe or a similar product or device.
- (c) Does not include any product regulated by the United States Food and Drug Administration pursuant to Subchapter V of the Federal Food, Drug, and Cosmetic Act, 21 U.S.C. §§ 351 et seq.
 - **Sec. 3.** NRS 202.2493 is hereby amended to read as follows:
- 202.2493 1. A person shall not sell, distribute or offer to sell cigarettes, any smokeless product made or derived from tobacco or any alternative nicotine product in any form other than in an unopened package which originated with the manufacturer and bears any health warning required by federal law. A person who violates this subsection shall be punished by a fine of \$100 and a civil penalty of \$100. As used in this subsection, "smokeless product made or derived from tobacco" means any product that consists of cut, ground, powdered or leaf tobacco and is intended to be placed in the oral or nasal cavity.
 - 2. A person shall not sell, distribute or offer to sell:
- (a) A vapor cartridge or other container of nicotine that is intended to be used with or in an electronic cigarette, cigar, cigarillo or pipe or a similar product or device that is not packaged in compliance with the Poison Prevention Packaging Act of 1970, 15 U.S.C. §§ 1471 et seq., and any regulations adopted pursuant thereto.
- (b) Vapor products or alternative nicotine products that do not bear a label which includes:
 - (1) The ingredients of the product;
 - (2) The amount of nicotine in the product; and
- (3) A notice prohibiting the sale, distribution or offer of sale of the product to a person who is under the age of 18 years.

 → A person who violates this subsection shall be punished by a
- fine of \$100 and a civil penalty of \$100.
- 3. Except as otherwise provided in subsections [3,] 4, 5 and [5,] 6, it is unlawful for any person to sell, distribute or offer to sell cigarettes, cigarette paper, tobacco of any description, products made or derived from tobacco, vapor products or alternative nicotine products to any child under the age of 18 years. A person who violates this subsection shall be punished by a fine of not more than \$500 and a civil penalty of not more than \$500.
- [3.] 4. A person shall be deemed to be in compliance with the provisions of subsection [2] 3 if, before the person sells, distributes or offers to sell to another, cigarettes, cigarette paper, tobacco of any





description, products made or derived from tobacco, vapor products or alternative nicotine products, the person:

- (a) Demands that the other person present a valid driver's license or other written or documentary evidence which shows that the other person is 18 years of age or older;
- (b) Is presented a valid driver's license or other written or documentary evidence which shows that the other person is 18 years of age or older; and
- (c) Reasonably relies upon the driver's license or written or documentary evidence presented by the other person.
- [4.] 5. The employer of a child who is under 18 years of age may, for the purpose of allowing the child to handle or transport tobacco, products made or derived from tobacco, vapor products or alternative nicotine products, in the course of the child's lawful employment, provide tobacco, products made or derived from tobacco, vapor products or alternative nicotine products to the child.
- [5.] 6. With respect to any sale made by an employee of a retail establishment, the owner of the retail establishment shall be deemed to be in compliance with the provisions of subsection [2] 3 if the owner:
 - (a) Had no actual knowledge of the sale; and
- (b) Establishes and carries out a continuing program of training for employees which is reasonably designed to prevent violations of subsection [2.] 3.
- [6.] 7. The owner of a retail establishment shall, whenever any product made or derived from tobacco, vapor product or alternative nicotine product is being sold or offered for sale at the establishment, display prominently at the point of sale:
 - (a) A notice indicating that:
- (1) The sale of cigarettes, other tobacco products, vapor products and alternative nicotine products to minors is prohibited by law; and
- (2) The retailer may ask for proof of age to comply with this prohibition; and
- (b) At least one sign that complies with the requirements of NRS 442.340.
- → A person who violates this subsection shall be punished by a fine of not more than \$100.
- [7.] 8. It is unlawful for any retailer to sell cigarettes through the use of any type of display:
- (a) Which contains cigarettes and is located in any area to which customers are allowed access; and
- (b) From which cigarettes are readily accessible to a customer without the assistance of the retailer,





rightharpoonup except a vending machine used in compliance with NRS 202.2494. A person who violates this subsection shall be punished by a fine of not more than \$500.

[8.] 9. Any money recovered pursuant to this section as a civil penalty must be deposited in a separate account in the State General Fund to be used for the enforcement of this section and NRS 202.2494.

Sec. 4. NRS 202.24935 is hereby amended to read as follows:

202.24935 1. It is unlawful for a person to knowingly sell or distribute cigarettes, cigarette paper, tobacco of any description or products made or derived from tobacco to a child under the age of 18 years through the use of the Internet.

2. A person who violates the provisions of subsection 1 shall be punished by a fine of not more than \$500 and a civil penalty of not more than \$500. Any money recovered pursuant to this section as a civil penalty must be deposited in the same manner as money is deposited pursuant to subsection [8] 9 of NRS 202.2493.

3. Every person who sells or distributes cigarettes, cigarette paper, tobacco of any description or products made or derived from tobacco through the use of the Internet shall adopt a policy to prevent a child under the age of 18 years from obtaining cigarettes, cigarette paper, tobacco of any description or products made or derived from tobacco from the person through the use of the Internet. The policy must include, without limitation, a method for ensuring that the person who delivers such items obtains the signature of a person who is over the age of 18 years when delivering the items, that the packaging or wrapping of the items when they are shipped is clearly marked with the word "cigarettes" or the words "tobacco products," and that the person complies with the provisions of 15 U.S.C. § 376. A person who fails to adopt a policy pursuant to this subsection is guilty of a misdemeanor and shall be punished by a fine of not more than \$500.





