A BILL FOR AN ACT

RELATING TO TOBACCO.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The purpose of this Act is to continue the requirement that businesses engaged in the sale of cigarettes 2 3 and other tobacco products at the retail level acquire a retail 4 tobacco permit from the department of taxation to engage in such 5 activity. Act 131, Session Laws of Hawaii 2005, which enacted 6 the requirement of a retail tobacco permit, contains a sunset 7 clause that will repeal Act 131 on July 1, 2009. 8 The legislature finds that the retail tobacco permit 9 program has facilitated the enforcement of chapter 245, Hawaii Revised Statutes, and has resulted in an increase in taxes **10** 11 collected. Consequently, this Act removes the sunset clause and **12** keeps in place the requirement that an entity engaged in the 13 retail sale of cigarettes or other tobacco products obtain a 14 retail tobacco permit. 15 SECTION 2. Act 131, Session Laws of Hawaii 2005, is

amended by amending section 9 to read as follows:

SB528 SD1.DOC *SB528 SD1.DOC*

16

```
1
         "SECTION 9. This Act shall take effect upon its approval;
2
    provided that[+
3
         (1) Sections | sections 4 and 5 of this Act shall take
4
              effect on July 1, 2006[; and
5
         (2) This Act shall be repealed on July 1, 2009; provided
6
              that sections 245-1 and 245-2, Hawaii Revised
7
              Statutes, shall be reenacted in the form in which they
8
              read on the day before the approval of this Act]."
9
         SECTION 3. Statutory material to be repealed is bracketed
10
    and stricken. New statutory material is underscored.
11
         SECTION 4. This Act shall take effect on June 30, 2009.
```

Report Title:

Retail Tobacco Permit; Repeal Sunset

Description:

Makes permanent the retail tobacco permit law. (SD1)

^{*}SB528 SD1.DOC*