### A BILL FOR AN ACT

RELATING TO PREMIUM CIGARS.

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

- 1 SECTION 1. The legislature finds that premium cigar
- 2 sellers whose products are made for adult consumers, including
- 3 cigars produced with Hawaii-grown tobacco, have been unfairly
- 4 burdened by a self-service display ban. The legislature finds
- 5 that the United States Food and Drug Administration's proposed
- 6 rules defining premium cigars provides helpful guidance by
- 7 recognizing that premium cigars are fundamentally different than
- 8 other tobacco products and should be exempt from onerous
- 9 regulations and restrictions.
- 10 The purpose of this Act is to ease the unfair burden on the
- 11 local premium cigar industry, which has been put at a
- 12 competitive disadvantage by a self-service display ban, and to
- 13 bring Hawaii's tobacco regulations into parity with the new
- 14 rules proposed by the United States Food and Drug
- .15 Administration.
- 16 SECTION 2. Section 245-1, Hawaii Revised Statutes, is
- 17 amended as follows:



1	1.	By adding two new definitions to be appropriately
2	inserted	and to read as follows:
3	" <u>"Ch</u>	aracterizing flavor":
4	(1)	Means a distinguishable taste or aroma of candy,
5		chocolate, vanilla, fruit, berry, nut, herb, spice,
6		honey, or an alcoholic drink that is imparted to
7		tobacco or tobacco smoke either prior to or during
8		consumption; and
9	(2)	Does not include a taste or aroma from tobacco.
10	"Pre	emium cigar" means a cigar that:
11	(1)	Is wrapped in whole tobacco leaf;
12	(2)	Contains a one-hundred per cent leaf tobacco binder;
13	(3)	Contains primarily long filler tobacco;
14	(4)	Is made by manually combining the wrapper, filler, and
15		binder;
16	(5)	Has no filter, tip, or non-tobacco mouthpiece and is
17		capped by hand;
18	<u>(6)</u>	Does not have a characterizing flavor other than
19		tobacco and is not advertised or marketed as having or
20		producing a characterizing flavor; and
21	(7)	Weighs more than six pounds per one thousand units."

1	2. I	By amending the definition of "tobacco products" to
2	read:	
3	" "To]	pacco products" means tobacco in any form, other than
4	cigarette	s or little cigars, that is prepared or intended for
5	consumption	on or for personal use by humans, including large and
6	premium c	igars and any substitutes thereof other than cigarettes
7	that bear the semblance thereof, snuff, chewing or smokeless	
8	tobacco, a	and smoking or pipe tobacco."
9	SECT:	ION 3. Section 328J-1, Hawaii Revised Statutes, is
10	amended by adding a new definition to be appropriately inserted	
11	and to read as follows:	
12	""Pro	emium cigar" means a cigar that:
13	(1)	Is wrapped in whole tobacco leaf;
14	(2)	Contains a one-hundred per cent leaf tobacco binder;
15	(3)	Contains primarily long filler tobacco;
16	(4)	Is made by manually combining the wrapper, filler, and
17		<pre>binder;</pre>
18	(5)	Has no filter, tip, or non-tobacco mouthpiece and is
19		capped by hand;
20	(6)	Does not have a characterizing flavor other than
21		tobacco; and

1	(7) Weighs more than six pounds per one thousand units.",
2	SECTION 4. Section 328J-18, Hawaii Revised Statutes, is
3	amended by amending subsection (b) to read as follows:
4	"(b) This section shall not apply to:
5	(1) A duty-free sales enterprise selling duty-free
6	merchandise in accordance with the provisions of title
7	19 United States Code section 1555(b), and any
8	implementing regulations; [and]
9	(2) Retail tobacco stores, bars, or any other
10	establishment for which the minimum age for admission
11	is eighteen[-]; and
12	(3) Premium cigars."
13	SECTION 5. Statutory material to be repealed is bracketed
14	and stricken. New statutory material is underscored.
15	SECTION 6. This Act shall take effect upon its approval
16	and shall apply to the sale of tobacco products occurring after
17	July 1, 2016.
18	And.
	INTRODUCED BY:

JAN 1 9 2016

#### Report Title:

Tobacco; Premium Cigars

### Description:

Adds a new definition of premium cigar. Exempts premium cigars from the self-service display ban.

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HB LRB 16-0516.doc