

S T A T E O F N E W Y O R K

11503

I N A S S E M B L Y

June 17, 2010

Introduced by COMMITTEE ON RULES -- (at request of M. of A. Dinowitz) --
read once and referred to the Committee on Ways and Means

AN ACT to amend the public health law, in relation to the shipment of
cigarettes

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

1 Section 1. Subdivision 1 of section 1399-ll of the public health law,
2 as added by chapter 262 of the laws of 2000, is amended to read as
3 follows:
4 1. It shall be unlawful for any person engaged in the business of
5 selling cigarettes to ship or cause to be shipped any cigarettes to any
6 person in this state who is not: (a) a person licensed as a cigarette
7 tax agent or wholesale dealer under article twenty of the tax law or
8 registered retail dealer under section four hundred eighty-a of the tax
9 law; (b) an export warehouse proprietor pursuant to chapter 52 of the
10 internal revenue code or an operator of a customs bonded warehouse
11 pursuant to section 1311 or 1555 of title 19 of the United States Code;
12 or (c) a person who is an officer, employee or agent of the United
13 States government, this state or a department, agency, instrumentality
14 or political subdivision of the United States or this state AND PRESENTS
15 HIMSELF OR HERSELF AS SUCH, when such person is acting in accordance
16 with his or her official duties. For purposes of this subdivision, a
17 person is a licensed or registered agent or dealer described in para-
18 graph (a) of this subdivision if his or her name appears on a list of
19 licensed or registered agents or dealers published by the department of
20 taxation and finance, or if such person is licensed or registered as an
21 agent or dealer under article twenty of the tax law.
22 S 2. Subdivision 2 of section 1399-ll of the public health law, as
23 added by chapter 262 of the laws of 2000, is amended to read as follows:
24 2. It shall be unlawful for any common or contract carrier to know-
25 ingly transport cigarettes to any person in this state reasonably believed
26 by such carrier to be other than a person described in paragraph (a),
27 (b) or (c) of subdivision one of this section. For purposes of the
28 preceding sentence, if cigarettes are transported to a home or resi-

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

LBD17764-01-0

1 dence, it shall be presumed that the common or contract carrier knew
2 that such person was not a person described in paragraph (a), (b) or (c)
3 of subdivision one of this section. It shall be unlawful for any other
4 person to knowingly transport cigarettes to any person in this state,
5 other than to a person described in paragraph (a), (b) or (c) of subdivi-
6 sion one of this section. Nothing in this subdivision shall be
7 construed to prohibit a [person other than a] common or contract carrier
8 OR A REGISTERED RETAIL DEALER UNDER SECTION FOUR HUNDRED EIGHTY-A OF THE
9 TAX LAW from transporting not more than eight hundred cigarettes at any
10 one time to any person in this state.

11 S 3. Subdivision 5 of section 1399-11 of the public health law, as
12 added by chapter 262 of the laws of 2000, is amended to read as follows:

13 5. Any person who violates the provisions of subdivision one or two of
14 this section shall be guilty of a class A misdemeanor and for a second
15 or subsequent violation shall be guilty of a class E felony. In addition
16 to the criminal penalty, [the commissioner may impose a civil fine] ANY
17 PERSON WHO VIOLATES THE PROVISIONS OF SUBDIVISION ONE, TWO OR THREE OF
18 THIS SECTION SHALL BE SUBJECT TO A CIVIL PENALTY not to exceed THE
19 GREATER OF (A) five thousand dollars for each such violation [on any
20 person who violates subdivision one or two of this section. The commis-
21 sioner may impose a civil fine not to exceed five thousand dollars for
22 each violation of subdivision three of this section on any person
23 engaged in the business of selling cigarettes who ships or causes to be
24 shipped any such cigarettes to any person in this state]; OR (B) ONE
25 HUNDRED DOLLARS FOR EACH PACK OF CIGARETTES SHIPPED, CAUSED TO BE
26 SHIPPED OR TRANSPORTED IN VIOLATION OF SUCH SUBDIVISION.

27 S 4. Section 1399-11 of the public health law, as added by chapter 262
28 of the laws of 2000, is amended by adding a new subdivision 6 to read as
29 follows:

30 6. THE ATTORNEY GENERAL MAY BRING AN ACTION TO RECOVER THE CIVIL
31 PENALTIES PROVIDED BY SUBDIVISION FIVE OF THIS SECTION AND FOR SUCH
32 OTHER RELIEF AS MAY BE DEEMED NECESSARY. IN ADDITION, THE CORPORATION
33 COUNSEL OF ANY POLITICAL SUBDIVISION THAT IMPOSES A TAX ON CIGARETTES
34 MAY BRING AN ACTION TO RECOVER THE CIVIL PENALTIES PROVIDED BY SUBDIVI-
35 SION FIVE OF THIS SECTION AND FOR SUCH OTHER RELIEF AS MAY BE DEEMED
36 NECESSARY WITH RESPECT TO ANY CIGARETTES SHIPPED, CAUSED TO BE SHIPPED
37 OR TRANSPORTED IN VIOLATION OF THIS SECTION TO ANY PERSON LOCATED WITHIN
38 SUCH POLITICAL SUBDIVISION. ALL CIVIL PENALTIES OBTAINED IN ANY SUCH
39 ACTION SHALL BE RETAINED BY THE STATE OR POLITICAL SUBDIVISION BRINGING
40 SUCH ACTION, PROVIDED THAT NO PERSON SHALL BE REQUIRED TO PAY CIVIL
41 PENALTIES TO BOTH THE STATE AND A POLITICAL SUBDIVISION WITH RESPECT TO
42 THE SAME VIOLATION OF THIS SECTION.

43 S 5. This act shall take effect immediately.