## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

1736 Session of 2015

INTRODUCED BY KRUEGER-BRANEKY AND MAHER, DECEMBER 2, 2015

AS AMENDED ON SECOND CONSIDERATION, IN SENATE, DECEMBER 8, 2015

## AN ACT

- Amending the act of June 22, 2000 (P.L.394, No.54), entitled "An act requiring certain tobacco product manufacturers to place 2 certain moneys into an escrow fund; conferring powers and 3 duties upon the Attorney General and the Department of 4 Revenue; and imposing penalties," further providing for 5 definitions. 6 7 The General Assembly of the Commonwealth of Pennsylvania 8 hereby enacts as follows: Section 1. The definition of "units sold" in section 3 of 9 the act of June 22, 2000 (P.L.394, No.54), known as the Tobacco 10 11 Settlement Agreement Act, is amended to read: 12 Section 3. Definitions. 13 The following words and phrases when used in this act shall have the meanings given to them in this section: 14 \* \* \*
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- 16 "Units sold." The number of individual cigarettes sold in
- 17 this Commonwealth by the applicable tobacco product manufacturer
- 18 during the year in question, as measured by taxes collected by
- the Commonwealth on packs[, or "roll-your-own" tobacco 19
- containers, ] bearing the tax stamp of the Commonwealth required 20

- 1 under section 1215 of the act of March 4, 1971 (P.L.6, No.2),
- 2 known as the Tax Reform Code of 1971[.]; BY taxes collected by <--
- 3 the Commonwealth on "roll-your-own" tobacco containers which are
- 4 not required to have a tax stamp under section 1215 of the Tax
- 5 Reform Code of 1971 and, when authorized by the Department of <--

<--

- 6 Revenue,; AND BY taxes collected by the Commonwealth on
- 7 <u>cigarettes sold without a tax stamp, WHEN AUTHORIZED BY THE</u> <--
- 8 <u>DEPARTMENT OF REVENUE</u>, under section 1215 (H) of the Tax <--
- 9 Reform Code of 1971. The Department of Revenue shall promulgate
- 10 such regulations as are necessary to ascertain the amount of
- 11 State tax paid on the cigarettes of such tobacco product
- 12 manufacturer for each year.
- 13 Section 2. The following shall apply:
- 14 (1) The Office of Attorney General shall attempt to
- obtain the consent of the participating manufacturers under
- 16 the master settlement agreement to the amendment of section 3
- of the act.
- 18 (2) If consent is obtained under paragraph (1), the
- 19 Office of Attorney General shall:
- 20 (i) provide notice to the Secretary of Revenue; and
- 21 (ii) publish a notice of the consent in the
- 22 Pennsylvania Bulletin.
- 23 (3) If consent is not obtained under paragraph (1), the
- 24 Office of Attorney General shall:
- 25 (i) notify the Secretary of Revenue; and
- 26 (ii) publish a notice of the refusal in the
- 27 Pennsylvania Bulletin.
- 28 Section 3. This act shall take effect as follows:
- 29 (1) The amendment of section 3 of the act shall take
- 30 effect 60 days after the Office of Attorney General publishes

- 1 notice of consent under section 2(2)(ii) of this act.
- 2 (2) The remainder of this act shall take effect
- 3 immediately.