1	State of Arkansas	As Engrossed: \$3/16/17								
2	91st General Assembly	A Bill								
3	Regular Session, 2017		SENATE BILL 343							
4										
5	By: Senator B. King									
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7		For An Act To Be Entitled								
8	AN ACT TO AMEND THE AUTHORITY OF THE ARKANSAS TOBACCO									
9	CONTROL BOARD TO ASSESS CIVIL PENALTIES; TO MODIFY									
10	CIVIL PEN	NALTIES FOR UNLAWFUL SALES OF TOP	BACCO							
11	PRODUCTS;	; AND FOR OTHER PURPOSES.								
12										
13										
14		Subtitle								
15	TO A	AMEND THE AUTHORITY OF THE ARKAN	SAS							
16	ТОВА	ACCO CONTROL BOARD TO ASSESS CIV	IL							
17	PEN	ALTIES; AND TO MODIFY CIVIL PENA	LTIES							
18	FOR	UNLAWFUL SALES OF TOBACCO PRODU	CTS.							
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21	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF	F ARKANSAS:							
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23	SECTION 1. Ark	kansas Code § 26-57-214(e), conce	erning penalties for							
24	doing business regard	ding tobacco products without a m	registration or license,							
25	is amended to read as	s follows:								
26	(e) Any <u>A</u> pers	son who pleads guilty or nolo cor	ntendere to or is found							
27	guilty of buying, sel	lling, or otherwise doing busines	ss in cigarettes, tobacco							
28	products, vapor produ	acts, alternative nicotine produc	cts, or e-liquid products							
29	in this state without	t first obtaining the appropriate	e license or permit <u>:</u>							
30	<u>(1) May</u>	be fined not more than three (3)) times the value of the							
31	tax that would have l	been owed on the cigarettes, tob	acco products, vapor							
32	products, alternative	e nicotine products, or e-liquid	products involved in the							
33	transaction; and									
34	<u>(2)(A)</u>	For a second or subsequent offer	nse, if the offense							
35	involves unlawful con	nduct such as cigarette, tobacco	product, vapor product,							
36	alternative nicotine	product, or e-liquid product sm	uggling a person:							

1 (i) For an offense committed negligently, as defined 2 in § 5-2-202, is guilty of a Class A misdemeanor; 3 (ii) For an offense committed knowingly, as defined 4 in § 5-2-202, is guilty of a Class D felony; and 5 (iii) For an offense committed purposely, as defined 6 in § 5-2-202, is guilty of a Class C felony. 7 8 SECTION 2. Arkansas Code § 26-57-226 is amended to read as follows: 9 26-57-226. Penalties. $\frac{Any}{A}$ person within the jurisdiction of this state who is not licensed 10 11 to sell, deliver, or cause to be delivered tobacco products, vapor products, 12 alternative nicotine products, or e-liquid products to consumers and who 13 sells, takes orders from, delivers, or causes to be delivered immediately or 14 in the future any tobacco products, vapor products, alternative nicotine 15 products, or e-liquid products to consumers; 16 (1) May be fined not more than three (3) times the value of the 17 tax that would have been owed on the cigarettes, tobacco products, vapor 18 products, alternative nicotine products, or e-liquid products involved in the 19 transaction; and 20 (2)(A) For a second or subsequent offense, if the offense involves unlawful conduct such as cigarette, tobacco product, vapor product, 21 22 alternative nicotine product, or e-liquid product smuggling a person: 23 (i) For an offense committed negligently, as defined 24 in § 5-2-202, is guilty of a Class A misdemeanor; (ii) For an offense committed knowingly, as defined 25 in § 5-2-202, is guilty of a Class D felony; and 26 27 (iii) For an offense committed purposely, as defined in § 5-2-202, is guilty of a Class C felony. 28 29 SECTION 3. Arkansas Code § 26-57-256(a)(5)(B)(ii), concerning the 30 31 power of the Arkansas Tobacco Control Board to assess civil penalties, is amended to read as follows: 32 33 In addition, the board may levy a civil penalty in an amount not to exceed five thousand dollars (\$5,000) for each violation 34 three (3) times the value of the tax that would have been owed on the 35 36 cigarettes, tobacco products, vapor products, alternative nicotine products,

1	<u>or e-li</u>	iquid p	produci	ts inv	olved in	the tr	ansaction	against	any	<u>a</u>	person	or
2	entity	found	to be	in vi	olation.							
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