

Department of Planning and Budget 2011 Fiscal Impact Statement

1. Bill Number: SB1059

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input checked="" type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron: McDougale

3. Committee: Finance

4. Title: Master Settlement Agreement; regulation of cigarette manufacturers.

5. Summary: Master Settlement Agreement; regulation of cigarette manufacturers. Permits a tobacco manufacturer to request removal from the Virginia Tobacco Directory under certain circumstances, such as the cessation of business operations, without penalty. Resellers may continue to vend cigarettes from such a manufacturer under limited conditions. Any manufacturer, wholesaler or retail dealer selling cigarettes for resale of a manufacturer or brand family that has been removed from the Directory shall notify the purchaser, who shall receive a refund. Any failure of the manufacturer to provide the purchaser with the refund shall be subject to a civil penalty of \$500 for each violation. The bill also extends the safe harbor for selling lawfully stamped cigarettes that have been removed from the Directory from 14 days to 45 days.

6. Budget Amendment Necessary: No.

7. No fiscal impact.

8. Fiscal Implications: None.

9. Specific Agency or Political Subdivisions Affected: Office of the Attorney General.

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 2/7/11