California

Smoking Restrictions

Overall Summary of Smoking Restrictions

Smoking is prohibited in most enclosed spaces of places of employment, except for designated break rooms that are separately ventilated directly to the outside and located in a non-work area where no one is required to enter as part of their work responsibilities. 'Enclosed space' includes lobbies, lounges, waiting areas, elevators, stairwells, and restrooms that are a structural part of the building.

CA LABOR CODE § 6404.5 (2007); CA GOVT. CODE §§ 7596 to 7598 (2007); CA EDUC. CODE §§ 48900 & 48901 (1986); & CA HEALTH & SAFETY CODE § 1596.795 (1993).

Exceptions to the Law

Exceptions to this law include: 1) 65 percent of rooms in a hotel, motel, or similar transient lodging establishment; 2) a percentage of all lobby areas in hotel, motel, or similar establishments; 3) meeting and banquet rooms, except while food, beverage or exhibit functions are taking place; 4) retail or wholesale tobacco shops; 5) cabs of motor trucks when only smokers are present; 6) warehouse facilities; 7) theatrical production sites, if smoking is an integral part of the story; 8) medical research or treatment sites, if smoking is integral to those functions; 9) private residences when not in use as family day care centers; and 10) patient areas in long-term health care facilities.

CA LABOR CODE § 6404.5 (2007).

Stronger Local Laws on Smoking

Stronger local laws/ordinances further restricting smoking are specifically allowed, see below.

Political subdivisions can enact local smoking ordinances that cover anyplace not covered by the definition of 'place of employment'; otherwise, local ordinances are preempted. If the law is modified or repealed, local ordinances are once again allowed.

CA LABOR CODE § 6404.5 (2007).

Government Buildings

Smoking is prohibited by employees and members of the public inside buildings owned or leased by the state, a county, a city, a city and county, or a California Community College district or within 20 feet of a main exit, entrance, or operable window of these buildings. 'Inside a public building' includes all indoor areas of the building, except for covered parking lots and residential space. Smoking is also prohibited in state-owned vehicles.

CA GOVT. CODE §§ 7596 to 7598 (2007).
Private Workplaces

Smoking is prohibited in all enclosed areas of places of employment, except for designated break rooms that are separately ventilated directly to the outside and located in a non-work area where no one is required to enter as part of their work responsibilities. Warehouse facilities and the cabs of motor trucks when only smokers are present are also exempt.

CA LABOR CODE § 6404.5 (2007).

Schools

Smoking is prohibited at public school facilities. No school shall permit smoking or use of tobacco or any product containing tobacco or nicotine products, where the pupils are on campus, while they are attending school-sponsored activities, or while under the supervision and control of school-district employees. The possession of nicotine or use of any product containing tobacco or nicotine is considered grounds for suspension or expulsion. Signs stating 'Tobacco use is prohibited' shall be prominently displayed at all entrances to school property.


In relation to restricting/prohibiting tobacco use on campus, the governing bodies of the California State University, the University of California, and each community college district have the authority to set enforcement standards for their local campuses and impose a fine for a first, second, and third offense and for each subsequent offense. If a campus adopts the enforcement and fine measures above, it shall, and the campuses of the University of California may, post signs stating their tobacco use policy on campus as specified.

CA GOVT. CODE § 7597.1 (2012).

Child Care Facilities

Smoking tobacco is prohibited on the premises of licensed day care centers. Smoking tobacco is prohibited in private residences licensed as family day care homes, and in areas of the day care home where children are present. Nothing in this section shall prohibit a city or county from enacting or enforcing stronger ordinances relating to smoking in a family day care home.


Persons licensed or certified to provide residential care in a foster family home or certified family home shall not smoke or permit any other person to smoke inside the facility, and, when the child is present, on the outdoor grounds of the facility. They also shall not smoke in any motor vehicle regularly used to transport a child. Group homes, foster family agencies, small family homes, transitional housing placement providers, and crisis nurseries licensed pursuant to state law shall maintain a smokefree environment in the facility.

CA HEALTH & SAFETY CODE § 1530.7 (2014).

Health Care Facilities

Smoking is prohibited in all enclosed areas of places of employment, except for designated break rooms that are separately ventilated directly to the outside and located in a non-work area where no one is required to enter as part of their work responsibilities. Patient rooms in long-term health care facilities are exempt from this law.
By request from the director of a state hospital listed in section 4100 of the California Welfare and Institutions Code, the Director of Mental Health may prohibit the possession or use of tobacco products on the grounds of the requesting facility, except on the premises of residential staff housing where patients are not present. The prohibition shall also include an exemption for departmentally-approved religious ceremonies. As part of the implementation plan for the policy change, the department shall provide any requesting patient with a smoking cessation plan that may include, at minimum, an individual medical treatment plan, counseling, prescription drugs, or nicotine replacement, as determined to be medically necessary and appropriate. The store or canteen at any facility subject to the prohibition shall also not sell tobacco products. A person who possesses with the intent to deliver, or delivers, tobacco products to a patient in a state hospital that has prohibited tobacco use on its grounds is guilty of a misdemeanor, punishable by a fine not to exceed $1,000 for each item.

Restaurants

Smoking is prohibited in all enclosed areas of places of employment, including restaurants, except for designated break rooms that are separately ventilated directly to the outside and located in a non-work area where no one is required to enter as part of their work responsibilities.

Bars

Smoking is prohibited in all enclosed places of employment, including bars, except for designated break rooms that are separately ventilated directly to the outside and located in a non-work area where no one is required to enter as part of their work responsibilities.

Private Vehicles

It is unlawful for a person to smoke a pipe, cigar, or cigarette in a motor vehicle, whether in motion or at rest, in which there is a person under 18 years of age in the vehicle. Violation is an infraction punishable by a fine not exceeding $100 for each violation. A law enforcement officer shall not stop a vehicle for the sole purpose of determining whether the driver is in violation.

Other State Smoking Restrictions and Provisions

Outdoor Playgrounds and Tot Lot Sandbox Areas:
Tobacco use is prohibited within 25 feet of any playground or tot lot sandbox area as defined. Disposing of cigarette butts, cigar butts, or any other tobacco related waste within 25 feet of a playground or tot lot sandbox area is also prohibited. Violation is an infraction and subject to a fine of $250 for each violation.
Smoking Near Certified Farmer's Markets:
Prohibits the smoking of cigarettes, cigars, pipe tobacco, and other nicotine products within 25 feet of the common commerce area comprised of sales personnel and shopping customers of a certified farmers' market.
CA HEALTH AND SAFETY CODE § 114371(f) (2015).

Prisons/Detention Facilities - Department of Corrections:
The possession or use of tobacco products by inmates under the jurisdiction of the Department of Corrections is prohibited except an exception is provided for departmentally approved religious ceremonies. The use of tobacco products by any other person on the grounds of any institution or facility under the jurisdiction of the Department of Corrections is prohibited, with the exception of residential staff housing where inmates are not present.

Juvenile Detention Facilities:
The possession or use of tobacco products by wards and inmates in all institutions and camps under the jurisdiction of the Department of the Youth Authority is prohibited except an exemption is allowed for departmentally approved religious ceremonies. The use of tobacco products by any other person on the grounds of any institution or facility under the jurisdiction of the Department of the Youth Authority is prohibited, with the exception of residential staff housing where inmates or wards are not present.
CA WELFARE & INSTITUTIONS CODE § 1712.5 (2005).

Tobacco Product Usage Allowed to be Restricted or Prohibited in Housing:
A landlord of a residential dwelling unit as defined, or his or her agent, may prohibit the smoking of a cigarette or other tobacco product on the property or in any building or portion of the building, including any dwelling unit, other interior or exterior area, or the premises on which it is located. Every lease or rental agreement entered into on or after January 1, 2012, for a residential dwelling unit on property on any portion of which the landlord has prohibited the smoking of cigarettes or other tobacco products shall include a provision that specifies the areas on the property where smoking is prohibited, if the lessee has not previously occupied the dwelling unit. For a lease or rental agreement entered into before January 1, 2012, a prohibition against the smoking of cigarettes or other tobacco products in any portion of the property in which smoking was previously permitted shall constitute a change of the terms of tenancy, requiring adequate notice in writing, to be provided in the manner prescribed in state law.

Smoking Allowed Again if Standard for Secondhand Smoke Exposure Set by Certain Federal Agencies:
If a regulation is adopted by the Occupational Safety and Health Standards Board reducing the permissible employee exposure level to secondhand smoke to a level that will prevent anything other than insignificantly harmful effects to exposed employees or by the federal Environmental Protection Agency establishing a standard for reduction of permissible exposure to secondhand smoke to an exposure level that will prevent anything other than insignificantly harmful effects to exposed persons than smoking in bar/taverns and gaming clubs would be allowed again subject to compliance with the applicable regulation.
CA LABOR CODE § 6404.5 (2007).

Penalties/Enforcement

Any violation of laws governing smoking in the workplace is an infraction, punishable by a fine not to exceed $100 for a first violation, $200 for a second violation within one year, and $500 for a third and for each subsequent violation within one year. Laws governing smoking in the workplace shall be enforced by local law enforcement agencies including, but
not limited to, local health departments, as determined by the local governing body.

CA LABOR CODE § 6404.5 (2007).

Tobacco Taxes

Tax on Cigarettes

Tax rate per pack of 20: 87 cents
Date last changed: January 1, 1999 -- from 37 cents to 87 cents
Year first enacted: 1959

Note: California voters approved a ballot measure increasing the cigarette tax by $2.00 per pack in November 2016, which will be implemented on April 1, 2017.


Use of Cigarette Tax Revenue - Summary

Cigarette tax revenue in California goes mostly to specific programs as outlined below, including a portion of 25 cents of the cigarette tax going to the state tobacco control program. Revenue from 10 cents of the cigarette tax goes to the state general fund.


Use of Cigarette Tax Revenue - Detailed Information

Distribution of Cigarette Tax Revenues:
10 cents to the General Fund for state budget purposes;
2 cents to the Breast Cancer Fund, for research, prevention and screening programs as specified in section 30461.6 California Revenue and Taxation Code;
25 cents to programs funded under Proposition 99, which was enacted by voters through ballot initiative in 1988 - 25 percent of this revenue is directed toward programs established under the Health Education Account and the Research Account, including an anti-smoking media campaign, project grants, public and private school-based programs, local and state-wide community-based health education programs, and behavioral and biomedical research. Most of the remaining revenues go toward medical care programs, including uncompensated health care for the medically indigent and a small portion to environmental resource programs. See sections 30121 to 30130 California Revenue and Taxation Code for more details;
50 cents goes to the California Children and Families First Trust Fund, for the purpose of promoting, supporting, and improving the early development of children. It is dedicated to state and local Children and Families Commissions to accomplish this as specified in section 130105 of the Health and Safety Code. This increase in the tax was also approved by voters through ballot initiative in 1998.

For the 2011-2012 fiscal year, $50 million, including reserve funds, was transferred from state children and families commission funds, and $950 million, including reserve funds, was transferred from all county Children and Families Trust
Funds combined to the Children and Families Health and Human Services Fund created in the state treasury. The Children and Families Health and Human Services Fund shall be used, upon appropriation by the legislature, to provide health and human services, including, but not limited to, direct health care services, to children from birth through five years of age.

CA HEALTH & SAFETY CODE §§ 130156 to 130158 (2011).

Taxes on Other Tobacco Products

All other tobacco products: 28.95% of the wholesale price (changes annually July 1 as determined by the California Board of Equalization).

CA REV. & TAX CODE §§ 30123(b) (1989) & 30131.2(b) (1999).

Use of Other Tobacco Products Tax Revenue - Summary

Revenue from the tax on other tobacco products equivalent to a cigarette tax of 87 cents per pack is directed to programs funded under Proposition 99, which was passed by voters in 1988, including tobacco prevention and cessation programs; and revenue from the tax on other tobacco products equivalent to a cigarette tax of 50 cents per pack is directed to the California Children and Families First Trust Fund. See 'Cigarettes' section above for further details.


Revenue Collected from Cigarette Taxes

Revenue collected in Fiscal Year 2012 (July 1, 2011 to June 30, 2012): $820,306,000

Tobacco Control Program Funding

Source of funding

State funding for California's tobacco control program comes from tobacco tax revenues.

State Funding Details

California appropriated $58,907,000 for tobacco prevention and cessation programs in FY2015 (July 1, 2014 to June 30, 2015). In FY2014, $64,791,000 was appropriated.

FY2015 Annual Budget (S.B. 852) enacted 6/20/14 and effective 7/1/14.

Funding for Tobacco Control Programs

FY2015 State Funding for Tobacco Control Programs: $58,907,000

FY2015 Federal Funding for State Tobacco Control Programs: $8,526,966 *
FY2015 Total Funding for State Tobacco Control Programs: $67,433,966

Funding Level Recommended by CDC: $347,900,000

Percentage of CDC-Recommended Level: 19.4%

*Includes regular and supplemental quitline funding from the Centers for Disease Control and Prevention and state youth access contract funding from the U.S. Food and Drug Administration.

Laws Restricting Youth Access to Tobacco Products

Compliance/Enforcement

The state Department of Public Health is primarily responsible for enforcement of the Stop Tobacco Access to Kids Enforcement (STAKE) Act, and shall establish and develop a program to reduce the availability of tobacco products to persons less than 21 years of age. As part of this enforcement, the department is required to conduct random, on-site sting inspections at retail sites and shall enlist the assistance of persons that are under 21 years of age in conducting these inspections, subject to certain guidelines established and published by the Department. In carrying out its responsibilities, the department may conduct inspections in response to public complaints or at retail sites where violations have previously occurred. Other enforcing agencies may conduct inspections and assess penalties for violations of tobacco sales laws if the enforcing agency complies with all applicable laws and guidelines developed pursuant to section 22952 California Business and Professions Code.


Penalties for Sales to Minors

Every person, firm, or corporation that knowingly sells, gives, or in any way furnishes to a person under 21 years of age any tobacco, cigarette, or cigarette papers, or blunt wraps, or any other preparation of tobacco, or any other instrument or paraphernalia that is designed for the smoking or ingestion of tobacco, tobacco products, or any controlled substance is subject to either to criminal action for a misdemeanor or to civil action punishable by a fine of $200 for the first offense, $500 for the second offense, and $1,000 for the third offense. This does not apply to the sale, giving, or furnishing of any of the products specified above to active duty military personnel who are 18 years of age or older. An identification card issued by the United States Armed Forces shall be used as proof of age for this purpose. If a defendant, or their employee or agent, demanded, was shown and reasonably relied upon a facsimile of or a reasonable likeness of a document issued by a federal, state, county, or municipal government, or subdivision or agency thereof it shall have a defense against prosecution. A specific violation prosecuted under this section shall not be subject to civil penalties that can be assessed by an enforcing agency under section 22958 of the California Business and Professions Code. No city or county shall adopt an ordinance or regulation inconsistent with this specific provision.

CA PENAL CODE § 308 (2016).

An enforcing agency, including the Department of Public Health, may assess civil penalties against any person, firm, or corporation that sells, gives, or in any way furnishes to another person who is under the age of 21 years old any tobacco, cigarette, cigarette papers, any other instrument or paraphernalia that is designed for the smoking or ingestion of tobacco, tobacco products, or any controlled substance. This does not apply to the sale, giving, or furnishing of any of the products specified above to active duty military personnel who are 18 years of age or older. An identification card issued by the
United States Armed Forces shall be used as proof of age for this purpose. Penalties range from $400 to $600 for the first violation to $5,000 to $6,000 for the fifth and subsequent violations within a five-year period. In addition, upon the assessment of a civil penalty for a third or subsequent violations, the state Board of Equalization is notified and shall assess a $250 civil penalty. They also shall suspend or revoke the license to sell tobacco products for violations at the same location within five years as follows: a 45-day suspension for a third violation, a 90-day suspension for a fourth violation and a revocation for the fifth violation. A person, firm or corporation against whom a civil penalty has been brought cannot be prosecuted under section 308 of the California Penal Code (see above). Civil penalties in this section are assessed against the owner or owners of the business and not the employees.

CA BUS. & PROF. CODE § 22958 (2016).

To the extent not preempted by federal law, including, but not limited to, the regulation of electronic cigarettes by the United States Food and Drug Administration, it shall be unlawful for a person to sell or otherwise furnish an electronic cigarette as defined, to a person under 18 years of age. A violation of this section shall be an infraction punishable by a fine not exceeding two hundred $200 for the first violation, not exceeding $500 for the second violation, or not exceeding $1,000 for a third or subsequent violation. Stronger local ordinances regulating electronic cigarettes are specifically allowed.

CA HEALTH & SAFETY CODE § 119405 (2010).

The person liable for selling or furnishing tobacco products to persons under age 21 by a tobacco vending machine shall be the person authorizing the installation or placement of the tobacco vending machine upon premises they manage or otherwise control and under circumstances in which they have knowledge, or should otherwise have grounds for knowledge, that the tobacco vending machine will be utilized by persons under age 21.

CA PENAL CODE § 308(D) (2016).

Sign Posting Requirements

Signs must be posted at each point of purchase stating that selling tobacco products to anyone less than 21 years of age is illegal and subject to penalties, and that the law requires that all persons selling tobacco products check the identification of any purchaser of tobacco products who reasonably appears to be under 21 years of age. The sign shall include a specified toll-free telephone number for persons to report unlawful sales to minors. Violation is subject to a civil penalty of $200 for the first offense and $500 for subsequent offenses. A person, firm or corporation against whom a civil penalty has been brought can not be prosecuted under section 308 of the Penal Code.

CA BUSINESS & PROF CODE §§ 22952(b) & 22958(c)(2)(e) (2016).

Every tobacco retailer shall conspicuously post in their place of business the notice required above, and unless civil penalties have been assessed under section 22958 of the California Business and Professions Code, shall be punished by a fine of $50 for the first offense, $100 for the second offense, $250 for the third offense, and $500 for the fourth and subsequent violations or imprisonment for not more than 30 days. No city or county shall adopt an ordinance or regulation inconsistent with this specific provision.

CA PENAL CODE § 308 (2016).

Restrictions on Sales of Bidi Cigarettes

No person shall sell, offer for sale, distribute, or import any tobacco product commonly referred to as 'bidis' or 'beedies,' unless that tobacco product is sold, offered for sale, or intended to be sold in a business establishment that prohibits the
presence of persons under 18 years of age on its premises. Violators are guilty of a misdemeanor and a civil penalty of up to $2,000.


**Purchase/Possession of Tobacco Products by Minors**

Every minor who purchases, receives, or possesses any tobacco product or paraphernalia shall be punished by a fine of $75 and 30 hours of community service. No city or county shall adopt an ordinance or regulation inconsistent with this specific provision. This does not apply to persons under age 18 participating in enforcement activities consistent with guidelines adopted by the state Department of Public Health in section 22952 of the Business and Professions Code or activities conducted by the State Department of Public Health, a local health department, or a law enforcement agency for the purpose of determining or evaluating youth tobacco purchase rates.


**Placement of Tobacco Products**

It is unlawful for any person engaged in the retail sale of tobacco products or tobacco paraphernalia to sell, offer for sale, or display for sale, tobacco products or tobacco paraphernalia by self-service display. This shall not apply to the display in a tobacco store of cigars, pipe tobacco, snuff, chewing tobacco, or dipping tobacco, provided that in the case of cigars they are generally not sold or offered for sale in a sealed package of the manufacturer containing less than six cigars. Violators are subject to the same civil penalties assessed for selling or distributing tobacco products to minors.

CA BUS. & PROF. CODE § 22962 (2007).

**Internet Sales of Tobacco Products**

The sale, distribution, or nonsale distribution of tobacco products directly or indirectly to any person under 21 years of age through the United States Postal Service or through any other public or private postal or package delivery service at locations, including, but not limited to, public mailboxes and mailbox stores, is prohibited. Any person selling, distributing or engaging in the non-sale distribution of tobacco products directly to a consumer in the state through the United States Postal Service or by any other public or private postal or package delivery service, including orders placed by mail, telephone, facsimile transmission, or the Internet, shall comply with certain provisions related to verifying the purchaser or recipient of the product is 21 years of age or older. No delivery described under this section shall be permitted to any post office box. Violation is subject to civil penalties that range from $1,000 to $2,000 for a first violation to $10,000 for a fifth or subsequent violation within a five-year period.

CA BUS. & PROF. CODE § 22963 (2016).

No person may engage in a retail sale of cigarettes in California unless the sale is a vendor-assisted, face-to-face sale. A person may engage in delivery sale of cigarettes or tobacco products as defined to a person in California if the delivery seller: 1) has fully complied with all of the requirements of Chapter 10A of Title 15 of the United States Code, otherwise known as the Jenkins Act; 2) obtains and maintains an applicable license as specified; 3) complies with any applicable state law that imposes escrow or other payment obligations on tobacco product manufacturers; and 4) complies with any Attorney General reporting requirements as specified. Violation is a misdemeanor subject to a fine not to exceed $5,000 and/or not to exceed one year in a county jail. In addition, a civil action may be brought to enforce this law, and violation is
subject to a civil penalty of $1,000 to $2,000 for a first violation up to $10,000 for a fifth or subsequent violation within five years.

CA REV. & TAX. CODE § 30101.7 (2011).

State Preemption of Local Youth Access Laws

No broad provision prohibiting local communities from passing stronger laws/ordinances further restricting youth access to tobacco products. However, section 308 of the California Penal Code does prevent local communities from imposing fines for violation of certain youth access laws higher than in that specific statute. Stronger local ordinances concerning the placement of tobacco products in retail stores are specifically allowed, see below.

This section does not preempt or otherwise prohibit the adoption of a local standard that imposes greater restrictions on the access to tobacco products than the restrictions imposed by this section. To the extent that there is an inconsistency between this section and a local standard that imposes greater restrictions on the access to tobacco products, the greater restriction on the access to tobacco products in the local standard shall prevail.

CA BUS. & PROF. CODE § 22962(e) (2007).

Photo Identification Requirements to Buy Tobacco Products

All persons engaging in the retail sale of tobacco products shall check the identification of tobacco purchasers to establish the age of the purchaser, if the purchaser reasonably appears to be under 21 years of age. No specific penalty specified for violation.

CA BUS. & PROF. CODE § 22956 (2016).

Minimum Sales Age for Tobacco Products

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Tobacco Product Samples/Minimum Sales Amounts for Tobacco Products

Tobacco Product Samples

It is unlawful for any person, agent, or employee of a person in the business of selling or distributing smokeless tobacco or cigarettes to engage in the non-sale distribution of such products to any person in any public building, park or playground, or on any public sidewalk, street, or other public grounds or any private property that is open to the general public. Non-sale distribution is defined as giving smokeless tobacco or cigarettes to the general public at no cost, or at nominal cost, or to give coupons, coupon offers, gift certificates, gift cards, or other similar offers, or rebate offers for smokeless tobacco or cigarettes to the general public at no cost or at nominal cost. Distribution of any of the above in connection with the sale of another item, including tobacco products, cigarette lighters, magazines or newspapers shall not constitute non-sale distribution. Violators are liable for a civil penalty of not less than $200 for the first violation, $500 for the second violation and $1,000 for each succeeding violation. This does not apply to public places where minors are prohibited by law.
Minimum Tobacco Products Sales Amounts

A person, firm, corporation or business may not manufacture for sale, distribute, sell or offer to sell any cigarette, except in a package containing at least 20 cigarettes. A person, firm, corporation or business may not manufacture for sale, distribute, sell or offer to sell any roll-your-own tobacco, except in a package containing at least 0.6 ounces of tobacco. Violators are liable for a civil penalty of $200 for the first violation and up to $1,000 for subsequent violations.

State Preemption of Local Samples Laws

No broad provision prohibiting local communities from passing stronger laws/ordinances further restricting sampling or minimum sales amounts of tobacco products. However, section 308 of the California Penal Code does prevent local communities from imposing fines for violation of certain youth access laws higher than in that specific statute.

Sales of Tobacco Products from Vending Machines

Vending Machine Placement

Cigarette or tobacco product vending machines may only be located in premises that have been issued an on-sale public premises license to sell alcoholic beverages and must be at least 15 feet away from the entrance to such establishments. Stronger local ordinances are specifically allowed.

Penalties for Vending Machine Violations

Civil penalties for violation of the restrictions on tobacco product vending machines range from a $400 to $600 fine for the first violation, to a $5,000 to $6,000 fine for the fifth and subsequent violations within five years.

Sign Posting Requirements for Vending Machines

No state law/regulation.
State Preemption of Local Vending Machine Laws

Stronger local ordianances concerning placement of tobacco product vending machines are specifically allowed, see below. Section 308 of the California Penal Code does prevent local communities from imposing fines for violation of certain youth access laws higher than in that specific statute.

This section and subdivision (b) of Section 22958 California Business and Professions Code set forth minimum state restrictions on the sale of cigarettes or tobacco products from vending machines or devices and do not preempt or otherwise prohibit the adoption of a local standard that further restricts access to and reduces the availability of or that imposes a complete ban on the sale of cigarettes or tobacco products from vending machines or devices. A local standard that further restricts or imposes a complete ban on the sale of cigarettes or tobacco products from vending machines or devices shall control in the event of an inconsistency between this section and a local standard.

CA BUS. & PROF. CODE § 22960(c) (1996).

Licensing Requirements for Tobacco Products

Overall Summary of Licensing Requirements

Retailers, distributors, wholesalers, manufacturers and importers must be licensed to sell cigarettes or other tobacco products by the State Board of Equalization as specified. Licenses for retailers, distributors and wholesalers are required to be renewed annually and are not assignable or transferable. Licenses for retailers are required to be displayed in a manner visible to the public. Selling or purchasing cigarettes or tobacco products to or from any of the above without a license or from any of the above that has had its license suspended or revoked is a misdemeanor punishable by not more than a $5,000 fine, not more than one year in county jail or both. Failure to display a license by a retailer is a $500 fine.

In addition to the above, wholesalers and distributors must be licensed pursuant to the Revenue and Taxation Code.


License Fees

Retailers: One time fee of $100 per location;
Wholesalers & Distributors: $1,000 per year;
Manufacturers & Importers of Cigarettes: After January 1, 2004, a fee commensurate with their respective market share of cigarettes manufactured or imported by the manufacturer and sold in California in the next calendar year as estimated by the state Board of Equalization;
Manufacturers and Importers of Tobacco Products:
Fee of $10,000 if manufacturing or importing chewing tobacco or snuff; fee of $2,000 if manufacturing or importing any other tobacco product.

CA BUS. & PROF. CODE §§ 22970 to 22991 (2013).

License Suspension for Sales to Minors
Upon the assessment of a civil penalty by the state Department of Public Health for a third or subsequent violations, the state Board of Equalization is notified and in addition to assessing a civil penalty shall suspend or revoke a license to sell tobacco products for violations at the same location within five years as follows: a 45-day suspension for a third violation, a 90-day suspension for a fourth violation and a revocation for the fifth violation.

CA BUS. & PROF. CODE § 22958 (2013).

License Required for Retailers of Cigarettes

Yes

License Required for Retailers of Other Tobacco Products

Yes

License Required for Wholesalers/Distributors of Cigarettes

Yes

License Required for Wholesalers/Distributors of Other Tobacco Products

Yes

Smoking Protection Laws

Smoking Protection Law

No person shall discharge an employee or in any manner discriminate against any employee or applicant for employment because the employee or applicant engaged in any conduct delineated in this chapter, including lawful conduct occurring during nonworking hours away from the employer's premises. An aggrieved individual shall be entitled to reinstatement and reimbursement for lost wages and work benefits caused by such acts of the employer. This does not apply to a collective bargaining agreement or contract that protects an employer against any conduct that is actually in direct conflict with the essential enterprise-related interests of the employer and where breach of that contract would actually constitute a material and substantial disruption of the employer's operation; and a firefighter against any disease that is presumed to arise in the course and scope of employment, by limiting their consumption of tobacco products on and off the job. This law also does not apply to employers with fewer than five employees, religious organizations and corporations not organized for private profit.


Advertising & Promotion

Advertising & Promotion
It is prohibited for any person to: a) offer as part of an advertising plan or program, promotional offers of smokeless tobacco products which require proof of purchase of a smokeless tobacco product unless it carries a designation that the offer is not available to persons under 21 years of age. Each promotional offer shall include in any mail-in coupon a statement requesting purchasers to verify that they are 21 years of age or older; (b) honor mail-in and telephone requests for promotional offers of smokeless tobacco products unless appropriate efforts, including requesting a purchaser's birth date, are made to ascertain that a purchaser is over 21 years of age; (c) by any means, as part of an advertising plan or program, to distribute free samples of smokeless tobacco products within a two-block radius of any premises or facilities whose primary purpose is directed toward persons under 21 years of age including, but not limited to, schools, clubhouses, and youth centers, when those premises are being used for their primary purposes; and (d) distribute, as part of any advertising plan or program, unsolicited samples of smokeless tobacco products through a mail campaign.

CA BUS. & PROF. CODE § 17537. 3 (2016).

No tobacco product advertising shall be allowed in any state-owned and state-occupied building except advertising contained in a program, leaflet, newspaper, magazine, or other written material lawfully sold, brought or distributed within a state building. Advertising is defined as the display of any poster, sign, or other written or visual material that is intended to communicate commercial information or images to the public.

CA GOVT. CODE § 19994.35 (1993).

No person, firm, corporation, partnership, or other organization shall advertise or cause to be advertised any tobacco products on any outdoor billboard located within 1,000 feet of any public or private elementary school, junior high school, or high school, or public playground.

CA BUS. & PROF. CODE § 22961 (1997).

Note: Enforcement of section 22961 of the Business and Professions Code may be affected by the U.S. Supreme Court decision in Lorillard Tobacco Company v. Reilly, decided in 2001.

Product Disclosure

No state law/regulation.

Divestment

No state law/regulation.

Liability

Tobacco Industry Liability

In order to secure and protect the moneys to be received as a result of the Master Settlement Agreement, in civil litigation under any legal theory involving a signatory, successor of a signatory, or an affiliate of a signatory to the Master Settlement Agreement that has not been brought to trial as of the effective date of this section, the amount of the required
undertaking, bond, or equivalent surety to be furnished during the pendency of an appeal or any discretionary appellate review of any judgment granting legal, equitable, or any other form of relief in order to stay the execution thereon during the entire course of the appellate review shall be set in accordance with applicable laws and rules of the court, except that the total undertaking, bond, or equivalent surety that is required per case, whether individual, aggregate, or otherwise, of all appellants, collectively, may not exceed 100 percent of the verdict or $150 million whichever is less, regardless of the value of the judgment.


Use of Tobacco Settlement Dollars

Use of Tobacco Settlement Dollars - Summary

The rights to all of California's annual Master Settlement Agreement payments distributed to the state have been sold to the California Infrastructure and Economic Development Bank to obtain a lump sum payment up front. See Securitization section below for more information.

Securitization

The California Infrastructure and Economic Development Bank is authorized to sell for, and on behalf of, the state, solely as its agent, all or any portion of the tobacco assets from the Master Settlement Agreement (MSA), or any residual interests therein, to a special purpose trust which is hereby established as a not-for-profit corporation solely for that purpose. The sale of MSA payments may be made all at once or from time to time, and is backed up by state assets if unanticipated revenue shortfalls occur. Revenue from the sale is deposited in the general fund except that the proceeds from the sale of any residual interests therein shall be deposited in the Tobacco Asset Sales Revenue Fund to be used as specified.

CA GOVT. CODE §§ 63049 to 63049.55 (2007).

Fire Safety Standards for Cigarettes

Law Setting Fire Safety Standard for Cigarettes

To help prevent cigarette-caused fires a person shall not sell, offer, or possess for sale in California cigarettes not in compliance with the following requirements: 1) the cigarettes are tested by the manufacturer in accordance with the test method prescribed in subdivision (a) of section 14952 California Health and Safety Code; 2) the cigarettes meet the performance standard specified in subdivision (b) of Section 14952 California Health and Safety Code; 3) the cigarettes meet the marking requirements in Section 14954 California Health and Safety Code; and 4) a written certification is filed by the manufacturer with the State Fire Marshal in accordance with section 14953 California Health and Safety Code.

CA HEALTH & SAFETY CODE §§ 14950 to 14960 (2007).

Penalties for Fire Safety Violations

Any manufacturer or any other person or entity that knowingly sells or offers to sell cigarettes other than through retail sale in violation of this part is subject to a civil penalty not to exceed $10,000 for each sale. Any retailer, distributor, or
wholesaler that knowingly sells or offers to sell cigarettes in violation of this part is subject to a civil penalty not to exceed $500 for each sale or offer for sale of less than 50 packages of cigarettes and a civil penalty not to exceed $1,000 for a sale or offer for sale of more than 50 packages of cigarettes. Knowingly making a false certification is subject to a civil penalty of $10,000 in addition to any other penalty.

CA HEALTH & SAFETY CODE §§ 14950 to 14960 (2007).

Preemption

Summary of all Preemptive Tobacco Control Laws

Only preempts the amount of fines localities may impose for violations of certain youth access laws.

Activity

Recent Legislative Activity

Tobacco Control Program Funding: Appropriated $58,907,000 for tobacco prevention and cessation programs in FY2015. FY2015 Annual Budget (S.B. 852) enacted 6/20/14 and effective 7/1/14.

Smokefree Air: Prohibits smoking tobacco inside licensed family day care homes at all times. A.B. 1819 enacted 9/19/14 and effective 1/1/15.

Smokefree Air: Prohibits smoking within 25 feet of the common commerce areas of certified farmer's markets. A.B. 2539 enacted 9/30/14 and effective 1/1/15.

Youth Access Laws: Exempts persons under age 18 from penalties for purchasing or possessing tobacco products if they are participating in activities to determine or evaluate youth purchase rates. S.B. 1465 enacted and effective 9/18/14.

Tobacco Prevention and Cessation: Requires the Medi-Cal Access Program under the state Department of Social Services to develop protocols related to health education for tobacco use & provide health education services related to tobacco use for all program participants as specified. S.B. 857 enacted 6/20/14 and effective 7/1/14.