

**SENATE SUBSTITUTE AMENDMENT 1,  
TO 2001 SENATE BILL 360**

February 1, 2002 – Offered by COMMITTEE ON HUMAN SERVICES AND AGING.

1     **AN ACT** *to repeal* 134.66 (2) (d) and 254.916 (4); *to amend* 134.66 (2) (b) 2., 134.66  
2           (3) (intro.), 134.66 (4) (a) 1., 134.66 (5), subchapter IX (title) of chapter 254  
3           [precedes 254.911], 254.911 (2), 254.916 (1) (b), 254.916 (1) (c), 254.916 (3) (e),  
4           254.916 (3) (f) (intro.), 254.916 (5) and 254.916 (8); *to repeal and recreate*  
5           254.916 (title) and 254.916 (1) (a); and *to create* 134.65 (1m), 134.66 (2m),  
6           254.92 (4) and 778.25 (1) (a) 4. of the statutes; **relating to:** investigations to  
7           determine compliance with certain prohibitions against selling or giving  
8           cigarettes and tobacco products to minors, requiring retailers to provide  
9           training to their employees on compliance with those prohibitions, authorizing  
10          counties and municipalities to enact ordinances prohibiting minors from  
11          purchasing or possessing cigarettes and tobacco products, requiring certain  
12          information to be included on an application for a license to sell, expose for sale,  
13          possess with intent to sell, exchange, barter, dispose of, or give cigarettes or

1 tobacco products to a person, and providing an exemption from rule-making  
2 procedures.

***The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:***

3 **SECTION 1.** 134.65 (1m) of the statutes is created to read:

4 134.65 (1m) A city, village, or town clerk may not issue a license under sub. (1)  
5 unless the applicant specifies in the license application whether the applicant will  
6 sell, exchange, barter, dispose of, or give away the cigarette or tobacco products over  
7 the counter or in a vending machine, or both.

8 **SECTION 2.** 134.66 (2) (b) 2. of the statutes is amended to read:

9 134.66 (2) (b) 2. A vending machine operator shall attach a notice in a  
10 conspicuous place on the front of his or her vending machines stating that the  
11 purchase of any cigarette or tobacco product by a person under the age of 18 is  
12 unlawful under s. 254.92 and that the purchaser is subject to a forfeiture of not to  
13 exceed ~~\$25~~ \$50.

14 **SECTION 3.** 134.66 (2) (d) of the statutes is repealed.

15 **SECTION 4.** 134.66 (2m) of the statutes is created to read:

16 134.66 (2m) TRAINING. (a) Except as provided in par. (b), at the time that a  
17 retailer hires or contracts with an agent, employee, or independent contractor whose  
18 duties will include the sale of cigarettes or tobacco products, the retailer shall provide  
19 the agent, employee, or independent contractor with training on compliance with  
20 sub. (2) (a) and (am), including training on the penalties under sub. (4) (a) 2. for a  
21 violation of sub. (2) (a) or (am). The department of health and family services shall  
22 make available to any retailer on request a training program developed or approved  
23 by that department that provides the training required under this paragraph. A

1 retailer may comply with this paragraph by providing the training program  
2 developed or approved by the department of health and family services or by  
3 providing a comparable training program approved by that department. At the  
4 completion of the training, the retailer and the agent, employee, or independent  
5 contractor shall sign a form provided by the department of health and family services  
6 verifying that the agent, employee, or independent contractor has received the  
7 training, which the retailer shall retain in the personnel file of the agent, employee,  
8 or independent contractor.

9 (b) Paragraph (a) does not apply to an agent, employee, or independent  
10 contractor who has received the training described in par. (a) as part of a responsible  
11 beverage server training course or a comparable training course, as described in s.  
12 125.04 (5) (a) 5., that was successfully completed by the agent, employee, or  
13 independent contractor. The department of health and family services shall make  
14 the training program developed or approved by that department under par. (a)  
15 available to the technical college system board, and that board shall include that  
16 training program or a comparable training program approved by that department  
17 in the curriculum guidelines specified by that board under s. 125.04 (5) (a) 5. The  
18 department of health and family services shall also make the training program  
19 developed or approved by that department under par. (a) available to any provider  
20 of a comparable training course, as described in s. 125.04 (5) (a) 5., on request, and  
21 the department of revenue or the educational approval board may approve a  
22 comparable training course under s. 125.04 (5) (a) 5. only if that training course  
23 includes the training program developed or approved by the department of health  
24 and family services under par. (a) or a comparable training program approved by that  
25 department.

1 (c) If an agent, employee, or independent contractor who has not received the  
2 training described in par. (a) commits a violation of sub. (2) (a) or (am), a  
3 governmental regulatory authority, as defined in s. 254.911 (2), may issue a citation  
4 based on that violation only to the retailer that hired or contracted with the agent,  
5 employee, or independent contractor and not to the agent, employee, or independent  
6 contractor who has not received that training. If an agent, employee, or independent  
7 contractor who has received the training described in par. (a) commits a violation of  
8 sub. (2) (a) or (am) for which a governmental regulatory authority issues a citation  
9 to the retailer that hired or contracted with the agent, employee, or independent  
10 contractor, the governmental regulatory authority shall also issue a citation based  
11 on that violation to the agent, employee, or independent contractor who has received  
12 that training.

13 **SECTION 5.** 134.66 (3) (intro.) of the statutes is amended to read:

14 **134.66 (3) DEFENSE OF RETAILER, MANUFACTURER AND DISTRIBUTOR; SALE TO MINOR.**  
15 (intro.) Proof of all of the following facts by a retailer, manufacturer or distributor,  
16 jobber, or subjobber, an agent, employee, or independent contractor of a retailer,  
17 manufacturer, distributor, jobber, or subjobber, or an agent or employee or an  
18 independent contractor who sells cigarettes or tobacco products to a person under the  
19 age of 18 is a defense to any prosecution for a violation of sub. (2) (a):

20 **SECTION 6.** 134.66 (4) (a) 1. of the statutes is amended to read:

21 134.66 (4) (a) 1. In this paragraph, “violation” means a violation of sub. (2) (a),  
22 (am), (cm), ~~(d)~~ or (e) or a local ordinance which strictly conforms to sub. (2) (a), (am),  
23 (cm), ~~(d)~~ or (e).

24 **SECTION 7.** 134.66 (5) of the statutes is amended to read:

1           134.66 (5) A county, town, village, or city may adopt an ordinance regulating  
2           the conduct regulated by this section only if it strictly conforms to this section. A  
3           county ordinance adopted under this subsection does not apply within any town,  
4           village, or city that has adopted or adopts an ordinance under this subsection. If a  
5           county, town, village, or city conducts unannounced investigations of retail outlets,  
6           as defined in s. 254.911 (5), to determine compliance with an ordinance adopted  
7           under this subsection, as authorized under s. 254.916 (1), the investigations shall  
8           meet the requirements of s. 254.916 (3) (a) to (f) and any standards established by  
9           the department of health and family services under s. 254.916 (1) (b).

10           **SECTION 8.** Subchapter IX (title) of chapter 254 [precedes 254.911] of the  
11           statutes is amended to read:

12                                                           **CHAPTER 254**

13                                                           SUBCHAPTER IX

14                                                           ~~INVESTIGATIONS OF THE SALE OR~~

15                                                           GIFT OF CIGARETTES OR

16                                                           TOBACCO PRODUCTS TO MINORS

17           **SECTION 9.** 254.911 (2) of the statutes is amended to read:

18           254.911 (2) "Governmental regulatory authority" means the department; ~~the,~~  
19           a local health department, a state agency, or a state or local law enforcement agency  
20           ~~with which the department contracts under s. 254.916 (1) (a); or the a person with~~  
21           whom the local health department, state agency, or state or local law enforcement  
22           agency contracts to conduct investigations authorized under s. 254.916 (1) (a).

23           **SECTION 10.** 254.916 (title) of the statutes is repealed and recreated to read:

24           **254.916 (title) Investigations.**

25           **SECTION 11.** 254.916 (1) (a) of the statutes is repealed and recreated to read:

1           254.916 (1) (a) A governmental regulatory authority may conduct  
2 unannounced investigations at retail outlets, including tobacco vending machine  
3 premises, to enforce compliance with s. 134.66 (2) (a) and (am) or a local ordinance  
4 adopted under s. 134.66 (5). The department may contract with a local health  
5 department, a state agency, or a state or local law enforcement agency to conduct  
6 investigations authorized under this section, and a local health department, state  
7 agency, or state or local law enforcement agency may contract with any other person  
8 to conduct those investigations. A person who contracts to conduct investigations  
9 authorized under this section shall agree in the contract to train all individuals  
10 conducting investigations under the contract in accordance with the standards  
11 established under par. (b) and to suspend from conducting any further investigations  
12 for not less than 6 months any individual who fails to meet the requirements of sub.  
13 (3) (a) to (f) and the standards established by the department.

14           **SECTION 12.** 254.916 (1) (b) of the statutes is amended to read:

15           254.916 (1) (b) The department, in consultation with retailers and other  
16 governmental regulatory authorities and with retailers, shall establish standards  
17 for procedures and training for conducting investigations under this section.

18           **SECTION 13.** 254.916 (1) (c) of the statutes is amended to read:

19           254.916 (1) (c) No retailer may be ~~subject to unannounced investigations~~  
20 subjected to an unannounced investigation more than twice annually unless the  
21 retailer is found to have violated s. 134.66 (2) (a) or (am), or a local ordinance adopted  
22 under s. 134.66 (5), during each the most recent investigation.

23           **SECTION 14.** 254.916 (3) (e) of the statutes is amended to read:

24           254.916 (3) (e) A governmental regulatory authority shall make a good faith  
25 effort to make known to the retailer or the retailer's employee or agent, within 72

1 hours after the occurrence of the violation, the results of an investigation, including  
2 the issuance of any citation by a governmental regulatory authority for a violation  
3 that occurs during the conduct of the investigation. This paragraph does not apply  
4 to investigations conducted under a grant received under ~~42 USC 300x-021~~ 42 USC  
5 300x-21.

6 **SECTION 15.** 254.916 (3) (f) (intro.) of the statutes is amended to read:

7 254.916 (3) (f) (intro.) Except with respect to investigations conducted under  
8 ~~42 USC 300x-021 or 21 CFR part 897~~ a grant received under 42 USC 300x-21, all  
9 of the following information shall be reported to the retailer within 10 days after the  
10 conduct of an investigation under this section:

11 **SECTION 16.** 254.916 (4) of the statutes is repealed.

12 **SECTION 17.** 254.916 (5) of the statutes is amended to read:

13 254.916 (5) No evidence obtained during or otherwise arising from the course  
14 of an investigation under this section that is used to prosecute a person for a violation  
15 of s. 134.66 (2) (a) or (am) or a local ordinance adopted under s. 134.66 (5) may be used  
16 in the prosecution of an alleged violation of s. 125.07 (3).

17 **SECTION 18.** 254.916 (8) of the statutes is amended to read:

18 254.916 (8) A governmental regulatory agency that conducts an investigation  
19 under this section shall meet the requirements of sub. (3) (a) to (f) and the standards  
20 established by the department of health and family services. ~~The department shall~~  
21 ~~annually evaluate the investigation program of each governmental regulatory~~  
22 ~~authority. If, at any time, a governmental regulatory authority fails to meet the~~  
23 ~~standards, the department of health and family services may terminate the contract~~  
24 ~~under sub. (1).~~

25 **SECTION 19.** 254.92 (4) of the statutes is created to read:

1           254.92 (4) A county, town, village, or city may enact an ordinance regulating  
2 the conduct regulated by this section only if the ordinance strictly conforms to this  
3 section. A county ordinance enacted under this subsection does not apply within a  
4 town, village, or city that has enacted or enacts an ordinance under this subsection.

5           **SECTION 20.** 778.25 (1) (a) 4. of the statutes is created to read:

6           778.25 (1) (a) 4. Under s. 254.92 or under a local ordinance strictly conforming  
7 to s. 254.92 brought against an adult in circuit court or against a minor in the court  
8 assigned to exercise jurisdiction under chs. 48 and 938.

9           **SECTION 21. Nonstatutory provisions.**

10           (1) COMPLIANCE TRAINING PROGRAM DEVELOPMENT. By the first day of the 3rd  
11 month beginning after the effective date of this subsection, the department of health  
12 and family services shall develop or approve the training program, and shall develop  
13 the form, required under section 134.66 (2m) (a) of the statutes, as created by this  
14 act. Notwithstanding section 227.10 (1) of the statutes, the department of health and  
15 family services is not required to promulgate that training program or form as rules.

16           (2) TRAINING OF CURRENT EMPLOYEES. Notwithstanding section 134.66 (2m) (a)  
17 of the statutes, as created by this act, no later than the first day of the 2nd month  
18 beginning after the effective date of this subsection a retailer, as defined in section  
19 134.66 (1) (g) of the statutes, shall provide the training described in section 134.66  
20 (2m) (a) of the statutes, as created by this act, to all individuals who were agents,  
21 employees, or independent contractors of the retailer on the day before the effective  
22 date of this subsection.

23           **SECTION 22. Initial applicability.**

24           (1) COMPLIANCE INVESTIGATION CONTRACTS. The treatment of section 254.916 (1)  
25 (a) (with respect to compliance investigation contracts) of the statutes first applies



1 to a compliance investigation contract that is entered into or extended, modified, or  
2 renewed on the effective date of this subsection.

3 **SECTION 23. Effective dates.** This act takes effect on the day after publication,  
4 except as follows:

5 (1) COMPLIANCE TRAINING REQUIREMENT. The treatment of section 134.66 (2m)  
6 of the statutes and SECTION 21 (2) of this act take effect on the first day of the 3rd  
7 month beginning after publication.

8 (END)