# ASSEMBLY, No. 2081 STATE OF NEW JERSEY 218th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2018 SESSION

Sponsored by: Assemblyman EDWARD H. THOMSON District 30 (Monmouth and Ocean)

## **SYNOPSIS**

Permits vapor lounges for use of electronic smoking devices to be opened under certain circumstances.

## **CURRENT VERSION OF TEXT**

Introduced Pending Technical Review by Legislative Counsel.



(Sponsorship Updated As Of: 1/18/2019)

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1 AN ACT concerning vapor lounges and amending P.L.2005, c.383. 2 3 BE IT ENACTED by the Senate and General Assembly of the State 4 of New Jersey: 5 1. Section 3 of P.L.2005, c.383 (C.26:3D-57) is amended to 6 7 read as follows: 8 3. As used in [this act] P.L.2005, c.383 (C.26:3D-55 et seq.): 9 "Bar" means a business establishment or any portion of a 10 nonprofit entity[,] which is devoted to the selling and serving of alcoholic beverages for consumption by the public, guests, patrons, 11 12 or members on the premises and in which the serving of food, if 13 served at all, is only incidental to the sale or consumption of such 14 beverages. 15 "Cigar bar" means any bar, or area within a bar, designated 16 specifically for the smoking of tobacco products, purchased on the 17 premises or elsewhere; except that a cigar bar that is in an area 18 within a bar shall be an area enclosed by solid walls or windows, a 19 ceiling, and a solid door and equipped with a ventilation system 20 which is separately exhausted from the nonsmoking areas of the bar so that air from the smoking area is not recirculated to the 21 22 nonsmoking areas and smoke is not backstreamed into the 23 nonsmoking areas. 24 "Cigar lounge" means any establishment, or area within an 25 establishment, designated specifically for the smoking of tobacco products, purchased on the premises or elsewhere; except that a 26 27 cigar lounge that is in an area within an establishment shall be an 28 area enclosed by solid walls or windows, a ceiling, and a solid door 29 and equipped with a ventilation system which is separately 30 exhausted from the nonsmoking areas of the establishment so that 31 air from the smoking area is not recirculated to the nonsmoking 32 areas and smoke is not backstreamed into the nonsmoking areas. 33 "Electronic smoking device" means an electronic device that can 34 be used to deliver nicotine or other substances to the person inhaling from the device, including, but not limited to, an electronic 35 36 cigarette [, cigar, cigarillo, or pipe] or personal vaporizer. 37 "Indoor public place" means a structurally enclosed place of business, commerce, or other service-related activity, whether 38 39 publicly or privately owned or operated on a for-profit or nonprofit 40 basis, which is generally accessible to the public, including, but not 41 limited to: a commercial or other office building; office or building 42 owned, leased, or rented by the State or by a county or municipal 43 government; public and nonpublic elementary or secondary school 44 building; board of education building; theater or concert hall; public 45 library; museum or art gallery; bar; restaurant or other

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

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establishment where the principal business is the sale of food for 1 2 consumption on the premises, including the bar area of the 3 establishment; garage or parking facility; any public conveyance 4 operated on land or water, or in the air, and passenger waiting 5 rooms and platform areas in any stations or terminals thereof; health care facility licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et 6 7 seq.); patient waiting room of the office of a health care provider 8 licensed pursuant to Title 45 of the Revised Statutes; child care 9 center licensed pursuant to P.L.1983, c.492 (C.30:5B-1 et seq.); 10 race track facility; facility used for the holding of sporting events; 11 ambulatory recreational facility; shopping mall or retail store; hotel, 12 motel, or other lodging establishment; apartment building lobby or 13 other public area in an otherwise private building; or a passenger 14 elevator in a building other than a single-family dwelling. 15 "Person having control of an indoor public place or workplace" 16 means the owner or operator of a commercial or other office 17 building or other indoor public place from whom a workplace or 18 space within the building or indoor public place is leased.

19 "Smoking" means the burning of, inhaling from, exhaling the 20 smoke from, or the possession of a lighted cigar, cigarette, pipe, or 21 any other matter or substance which contains tobacco or any other 22 matter that can be smoked, or the inhaling or exhaling of [smoke 23 or] vapor from an electronic smoking device.

24 "Tobacco retail establishment" means an establishment in which
25 at least 51% of retail business is the sale of tobacco products and
26 accessories, and in which the sale of other products is merely
27 incidental.

28 "Vapor lounge" means any establishment, or area within an 29 establishment, designated specifically for the use of electronic 30 smoking devices and accessories purchased on the premises or 31 elsewhere, in which at least 51% of retail business is the sale of 32 electronic smoking device products and accessories, and in which 33 the sale of other products is merely incidental; except that a vapor 34 lounge that is in an area within an establishment shall be an area 35 enclosed by solid walls or windows, a ceiling, and a solid door, and 36 equipped with a ventilation system which is separately exhausted 37 from the nonsmoking areas of the establishment, so that air from the 38 smoking area is not recirculated to the nonsmoking areas, and 39 smoke and vapor are not backstreamed into the nonsmoking areas.

Workplace" means a structurally enclosed location or portion
thereof at which a person performs any type of service or labor.
(cf: P.L.2009, c.182, s.2)

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44 2. Section 5 of P.L.2005, c.383 (C.26:3D-59) is amended to 45 read as follows:

46 5. The provisions of this act shall not apply to:

a. any cigar bar or cigar lounge that, in the calendar yearending December 31, 2004, generated 15% or more of its total

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1 annual gross income from the on-site sale of tobacco products and 2 the rental of on-site humidors, not including any sales from vending 3 machines, and is registered with the local board of health in the 4 municipality in which the bar or lounge is located. The registration 5 shall remain in effect for one year and shall be renewable only if: 6 (1) in the preceding calendar year, the cigar bar or lounge generated 7 15% or more if its total annual gross income from the on-site sale of 8 tobacco products and the rental of on-site humidors, and (2) the 9 cigar bar or cigar lounge has not expanded its size or changed its 10 location since December 31, 2004; any tobacco retail establishment, or any area the tobacco 11 b. 12 retail establishment provides for the purposes of smoking; 13 any tobacco business when the testing of a cigar or pipe c. 14 tobacco by heating, burning, or smoking is a necessary and integral 15 part of the process of making, manufacturing, importing, or 16 distributing cigars or pipe tobacco; 17 d. private homes, private residences, and private automobiles; 18 and 19 e. the area within the perimeter of: (1) any casino as defined in section 6 of P.L.1977, 20 21 c.110 (C.5:12-6) approved by the Casino Control Commission that 22 contains at least 150 stand-alone slot machines, 10 table games, or 23 some combination thereof approved by the commission, which 24 machines and games are available to the public for wagering; [and] 25 (2) any casino simulcasting facility approved by the Casino Control Commission pursuant to section 4 of P.L.1992, 26 27 c.19 (C.5:12-194) that contains a simulcast counter and dedicated 28 seating for at least 50 simulcast patrons or a simulcast operation and 29 at least 10 table games, which simulcast facilities and games are 30 available to the public for wagering; and 31 f. any vapor lounge that is registered by the local board of 32 health in the municipality in which the lounge is located pursuant to 33 this subsection, provided that the following requirements are met: 34 (1) The governing body of a municipality may, by ordinance, permit a certain number of vapor lounges to open and operate 35 36 within the municipality. Upon adoption of such ordinance, a 37 prospective vapor lounge may apply to the local board of health for 38 such registration. 39 (2) The local board of health shall grant an application for 40 registration pursuant to this subsection if the registration is within 41 the number of vapor lounges permitted to open and operate within 42 the municipality pursuant to paragraph (1) of this subsection, and 43 the registration provides that: 44 (a) no food or alcoholic beverages shall be sold or served in the 45 vapor lounge; 46 (b) the vapor lounge shall not be located within a bar, restaurant, 47 or other establishment in which the principal business is the sale of

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| 1  | food or alcoholic beverages for consumption anywhere on the          |
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| 2  | premises;  |
| 2  | (c) the entrance to the vapor lounge shall be distinct from any      |
| 4  | other establishment and accessible directly by the public;           |
| 5  | (d) the vapor lounge shall be equipped with an exhaust system        |
| 6  | appropriate to ensure worker and customer safety and to maintain     |
| 7  | breathable air quality in the vapor lounge or other establishment;   |
| 8  | and  |
| 9  | (e) the vapor lounge shall not permit the use of any hookah to       |
| 10 | smoke tobacco or non-tobacco products anywhere on the premises.      |
| 11 | (3) The registration of a vapor lounge pursuant to this              |
| 12 | subsection shall remain in effect for one year and shall be          |
| 13 | renewable only if:   |
| 14 | (a) in the preceding calendar year, the vapor lounge generated       |
| 15 | 51% or more of its total annual gross income from the on-site sale   |
| 16 | of electronic smoking device products and accessories;               |
| 17 | (b) the vapor lounge continues to satisfy all the requirements of    |
| 18 | the initial grant of an application for registration set forth in    |
| 19 | paragraph (2) of this subsection;                                    |
| 20 | (c) the filter of the exhaust system has been replaced; and          |
| 21 | (d) the vapor lounge has not expanded its size or changed its        |
| 22 | location during the preceding registration period.                   |
| 23 | (4) If a vapor lounge fails to have its registration renewed after   |
| 24 | one year, its owner shall not be permitted to register another vapor |
| 25 | lounge.  |
| 26 | (5) for the purposes of this subsection:                             |
| 27 | "Establishment" means a place of business, commerce, or other        |
| 28 | service-related activity, whether public or privately-owned or       |
| 29 | operated on a for-profit or nonprofit basis;                         |
| 30 | "Hookah" means a water pipe that is used to smoke tobacco or         |
| 31 | non-tobacco products by drawing the smoke through water and into     |
| 32 | an attached hose for inhalation.                                     |
| 33 | (cf: P.L.2005, c.383, s.5)   |
| 34 |  |
| 35 | 3. The Commissioner of Health shall adopt rules and                  |
| 36 | regulations necessary to effectuate the purpose of this act pursuant |
| 37 | to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-    |
| 38 | 1 et seq.).  |
| 39 |  |
| 40 | 4. This act shall take effect on the first day of the seventh        |
| 41 | month next following the date of enactment, but the Commissioner     |
| 42 | of Health may take such anticipatory administrative action in        |
| 43 | advance thereof as shall be necessary for the implementation of this |
| 44 | act.   |

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### STATEMENT

3 This bill would amend the "New Jersey Smoke Free Air Act" to 4 authorize municipalities to permit the use of electronic smoking 5 devices in vapor lounges. The bill defines a vapor lounge as an 6 establishment, or area within an establishment, designated for the use 7 of electronic smoking devices, in which at least 51 percent of retail 8 business is the sale of electronic smoking device products and 9 accessories, and in which the sale of other products is incidental. A 10 vapor lounge that is within an establishment must be entirely set off 11 from the nonsmoking areas of the establishment and equipped with a 12 ventilation system so that air from the smoking area is not recirculated 13 to, or backstreamed into, the nonsmoking areas. The bill would not 14 permit smoking traditional tobacco products, such as cigarettes or 15 cigars, in vapor lounges.

16 Under the bill, a municipality may adopt an ordinance to permit a 17 certain number of vapor lounges to open and operate within the 18 municipality. If a municipality authorizes vapor lounges within its 19 jurisdiction, interested parties could apply to the municipality's local 20 board of health to register to open and operate a vapor lounge in the 21 municipality. The local board of health would grant an application if 22 the registration is within the number of vapor lounges authorized by 23 ordinance and the registration provides that the vapor lounge: could 24 not sell or serve food or alcoholic beverages; could not be located 25 within a bar or restaurant; must have an entrance distinct from any 26 other establishment and directly accessible by the public; must be 27 equipped with an exhaust system appropriate to ensure worker and 28 customer safety; and could not permit the use of any hookah to smoke 29 tobacco or non-tobacco products anywhere on the premises.

30 The bill requires a vapor lounge to renew its registration after one year, and each year thereafter. The local board of health may only 31 32 renew a registration if the vapor lounge generates 51 percent or more 33 of its total annual gross income from the on-site sale of electronic 34 smoking device products and accessories, continues to comply with all 35 the requirements of the initial registration, replaces the filter of the 36 exhaust system, and does not expand its size or change its location. If 37 a vapor lounge fails to have its registration renewed, its owner would 38 not be permitted to register another vapor lounge.

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