The House Committee on Regulated Industries offers the following substitute to HB 110:

## A BILL TO BE ENTITLED

## AN ACT

- 1 To amend Chapter 10 of Title 25 of the Official Code of Georgia Annotated, relating to
- 2 regulation of fireworks, so as to provide for the sale of consumer fireworks; to provide for
- 3 definitions; to provide for licensing; to revise penalties; to provide for enforcement of said
- 4 chapter; to render certain devices unlawful that require a flame for propulsion or lighting; to
- 5 amend Chapter 13 of Title 48 of the Official Code of Georgia Annotated, relating to specific,
- 6 business, and occupation taxes, so as to provide for an excise tax on the sale of consumer
- 7 fireworks; to provide for criminal penalties; to provide for related matters; to repeal
- 8 conflicting laws; and for other purposes.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

SECTION 1.

- 11 Chapter 10 of Title 25 of the Official Code of Georgia Annotated, relating to regulation of
- 12 fireworks, is amended by revising Code Section 25-10-1, relating to definitions, as follows:
- 13 "25-10-1.

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- 14 (a) As used in this chapter, the term:
- 15 (1) 'Consumer fireworks' means any small fireworks devices containing restricted
- amounts of pyrotechnic composition, designed primarily to produce visible or audible
- effects by combustion, that comply with the construction, chemical composition, and
- 18 <u>labeling regulations of the United States Consumer Product Safety Commission as</u>
- provided for in Parts 1500 and 1507 of Title 16 of the Code of Federal Regulations, the
- 20 <u>United States Department of Transportation as provided for in Part 172 of Title 49 of the</u>
- 21 <u>Code of Federal Regulations, and the American Pyrotechnics Association as provided for</u>
- in the 2001 American Pyrotechnics Association Standard 87-1.
- 23 (2) 'Consumer fireworks retail sales facility' shall have the same meaning as provided for
- 24 <u>by NFPA 1124.</u>
- 25 (1)(3) 'Fireworks' means any combustible or explosive composition or any substance or
- 26 combination of substances or article prepared for the purpose of producing a visible or

audible effect by combustion, explosion, deflagration, or detonation, including blank

- 28 cartridges, balloons requiring fire underneath to propel them, firecrackers, torpedos,
- skyrockets, Roman candles, bombs, sparklers, and other combustibles and explosives of
- 30 like construction, as well as articles containing any explosive or flammable compound
- and tablets and other devices containing an explosive substance.
- 32 (4) 'NFPA 1124' means the National Fire Protection Association Standard 1124, Code
- 33 for the Manufacture, Transportation, Storage, and Retail Sales of Fireworks and
- 34 *Pyrotechnic Articles*, 2006 Edition.
- 35 (5) 'Nonprofit group' means any entity exempt from taxation under Section 501(c)(3) of
- 36 <u>the Internal Revenue Code of 1986.</u>
- 37 (6) 'Permanent building' shall have the same meaning as provided for by NFPA 1124.
- 38 (2)(7) 'Proximate audience' means an audience closer to pyrotechnic devices than
- 39 permitted by the National Fire Protection Association Standard 1123, *Code for Fireworks*
- 40 *Display*, as adopted by the Safety Fire Commissioner.
- 41 (3)(8) 'Pyrotechnics' means fireworks.
- 42 (9) 'Store' shall have the same meaning as provided for by NFPA 1124.
- 43 (10) 'Consumer fireworks retail sales stand' shall have the same meaning as provided for
- by NFPA 1124 and shall include a tent, canopy, or membrane structure.
- 45 (b) As used in this chapter, the term 'consumer fireworks' or 'fireworks' shall not include:
- 46 (1) Model rockets and model rocket engines designed, sold, and used for the purpose of
- 47 propelling recoverable aero models, toy pistol paper caps in which the explosive content
- 48 averages 0.25 grains or less of explosive mixture per paper cap or toy pistols, toy
- cannons, toy canes, toy guns, or other devices using such paper caps; nor shall the term
- 50 'consumer fireworks' or 'fireworks' include ammunition consumed by weapons used for
- sporting and hunting purposes; and
- 52 (2) Wire or wood sparklers of 100 grams or less of mixture per item; other sparkling
- items which are nonexplosive and nonaerial and contain 75 grams or less of chemical
- 54 compound per tube or a total of 200 grams or less for multiple tubes; snake and glow
- worms; smoke devices; or trick noise makers which include paper streamers, party
- poppers, string poppers, snappers, and drop pops each consisting of 0.25 grains or less
- of explosive mixture."

58 SECTION 2.

- 59 Said chapter is further amended by revising Code Section 25-10-2, relating to prohibited
- 60 fireworks activities, as follows:

- 61 "25-10-2.
- 62 (a) It shall be unlawful for any person, firm, corporation, association, or partnership to
- offer for sale at retail or wholesale, to use or explode or cause to be exploded, or to possess,
- 64 manufacture, transport, or store any <u>consumer fireworks or</u> fireworks, except as otherwise
- provided in this chapter.
- (b)(1) Notwithstanding any provision of this chapter to the contrary, it shall be unlawful
- for any person, firm, corporation, association, or partnership to sell to any person under
- 68 18 years of age consumer fireworks or any items defined in paragraph (2) of subsection
- (b) of Code Section 25-10-1 to any person under 18 years of age.
- 70 (2) It shall be unlawful to sell <u>consumer fireworks or</u> any items defined in paragraph (2)
- of subsection (b) of Code Section 25-10-1 to any person by any means other than an
- in-person, face-to-face sale. Such person shall provide proper identification to the seller
- at the time of such purchase. For purposes of this paragraph, the term 'proper
- identification' means any document issued by a governmental agency containing a
- description of the person; or such person's photograph, or both, and giving such person's
- date of birth and includes without being limited to, a passport, military identification card,
- driver's license, or an identification card authorized under Code Sections 40-5-100
- 78 through 40-5-104.
- 79 (3) It shall be unlawful to use <u>consumer fireworks or</u> any items defined in paragraph (2)
- of subsection (b) of Code Section 25-10-1 indoors.
- 81 (4)(A) It shall be lawful for any person 18 years of age or older to use or explode or
- 82 <u>cause to be exploded or to possess, manufacture, transport, or store consumer fireworks.</u>
- 83 (B) It shall be lawful for any person who is 16 or 17 years of age to possess consumer
- 84 <u>fireworks, provided that such person is serving as an assistant to a licensee licensed</u>
- 85 <u>under subsection (e) of Code Section 25-10-5.1 or the nonprofit group of which such</u>
- 86 <u>licensee is acting as an agent or bona fide representative.</u>
- 87 (5)(A) It shall be lawful for any person 18 years of age or older to sell or to offer for
- 88 sale at retail or wholesale any consumer fireworks, provided that such person first
- 89 <u>obtains a license from the Safety Fire Commissioner as provided for in Code Section</u>
- 90 <u>25-10-5.1.</u>
- 91 (B) It shall be lawful for any person who is 16 or 17 years of age to sell or to offer for
- 92 <u>sale at retail or wholesale any consumer fireworks, provided that such person is serving</u>
- as an assistant to a licensee licensed under subsection (e) of Code Section 25-10-5.1 or
- 94 the nonprofit group of which such licensee is acting as an agent or bona fide
- 95 <u>representative.</u>
- 96 (6) It shall be lawful to sell consumer fireworks from a permanent building, store, or
- 97 temporary consumer fireworks retail sales stand if such permanent building, store, or

temporary consumer fireworks retail sales stand is in compliance with the requirements for such a permanent building, store, or temporary consumer fireworks retail sales stand in the selling of consumer fireworks as provided for in NFPA 1124. It shall be unlawful to sell consumer fireworks from a motor vehicle or from a trailer towed by a motor vehicle.

(7) It shall be unlawful for any person to offer for sale any consumer fireworks from a temporary consumer fireworks retail sales stand unless such person in so doing is acting as an agent or bona fide representative of a nonprofit group or as an assistant to such agent or bona fide representative."

SECTION 3.

- 108 Said chapter is further amended by adding a new Code section to read as follows:
- 109 "<u>25-10-5.1.</u>

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- 110 (a) The Safety Fire Commissioner shall only issue a license to sell consumer fireworks to
- an applicant who:
- (1) Complies with all the requirements of this chapter;
- 113 (2) Has not been convicted of a violation of a felony involving consumer fireworks,
- fireworks, or explosives or has not been assessed a civil penalty pursuant to Code Section
- 48-13-132 within the five years preceding the date of his or her application; and
- 116 (3) Maintains at all times public liability and product liability insurance with minimum
- coverage limits of \$2 million to cover the losses, damages, or injuries that might ensue
- to persons or property as a result of the licensee selling consumer fireworks.
- (b) The initial license fee for any person offering consumer fireworks for sale on behalf
- of himself or herself or a firm, corporation, association, or partnership from a permanent
- consumer fireworks retail sales facility shall be \$5,000.00 per year and location, payable
- to the Safety Fire Commissioner. Such initial license shall accrue to the benefit of the
- person offering consumer fireworks for sale at the permanent consumer fireworks retail
- sales facility location provided for by the license or, if on behalf of a firm, corporation,
- association, or partnership, to the benefit of such firm, corporation, association, or
- by the license. Such initial license shall expire on January 31 of the year after such initial

partnership at the permanent consumer fireworks retail sales facility location provided for

- license was issued. After such initial license, such person on behalf of himself or herself
- or the firm, corporation, association, or partnership on whose behalf the initial license was
- issued, or another person on behalf of such firm, corporation, association, or partnership,
- may annually renew such initial license for \$1,000.00 per year, payable to the Safety Fire
- 132 <u>Commissioner. Such annual license shall expire on January 31 of each year.</u>

133 (c) The license fee for a person offering consumer fireworks for sale from a temporary 134 consumer fireworks retail sales stand as an agent or bona fide representative of a nonprofit 135 group shall be \$200.00 per location, payable to the Safety Fire Commissioner, and shall expire 90 days after the issuance of such license. Such license shall accrue to the benefit 136 137 of such nonprofit group offering consumer fireworks for sale at the temporary consumer 138 fireworks retail sales stand location provided for by the license. (d) The annual license fee for any person offering consumer fireworks for sale on behalf 139 140 of himself or herself or a firm, corporation, association, or partnership from a store shall 141 be \$100.00 per year and location, payable to the Safety Fire Commissioner. Such annual license shall accrue to the benefit of the person offering consumer fireworks for sale at the 142 143 store location provided for by the license or, if on behalf of a firm, corporation, association, 144 or partnership, to the benefit of such firm, corporation, association, or partnership at the 145 store location provided for by the license. Such annual license shall expire on January 31 146 of each year. 147 (e) Any person issued a license under this Code section, whether on behalf of himself or 148 herself or a firm, corporation, association, or partnership, may have assistants under his or 149 her control conducting the sale of consumer fireworks, provided that such assistants are 16 150 years of age or older as provided for in Code Section 25-10-2."

151 **SECTION 4.** 

Said chapter is further amended by revising Code Section 25-10-6, relating to fireworks 152 manufactured, sold, or stored in violation of this chapter declared contraband and seizure and 153 154 disposition, as follows:

"25-10-6. 155

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The state fire marshal shall enforce the provisions of this chapter. All fireworks manufactured, offered for sale, exposed for sale, or stored in violation of this chapter are declared to be contraband and may be seized, taken, and removed, or caused to be removed and destroyed at the expense of the owner thereof by the state fire marshal, the Georgia State Patrol, or any sheriff or local police official."

**SECTION 5.** 161

Said chapter is further amended by revising Code Section 25-10-9, relating to penalty for 162 163 illegal sale of sparklers or other devices, as follows:

*"*25-10-9. 164

Notwithstanding any provision of this chapter to the contrary, any person, firm, 165 corporation, association, or partnership who or which that knowingly violates subsection 166 167

(b) of Code Section 25-10-2 this chapter may be punished by a fine not to exceed \$100.00

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168 <u>\$2,500.00</u>. Each sales transaction in violation of <del>subsection (b) of Code Section 25-10-2</del>

this chapter shall be a separate offense."

170 **SECTION 6.** 

- 171 Said chapter is further amended by adding a new Code section to read as follows:
- 172 "25-10-10.
- 173 <u>It shall be unlawful for any person, firm, corporation, association, or partnership to release</u>
- or cause to be released any balloon, bag, parachute, or other similar device which requires
- fire underneath for propulsion or to release or cause to be released any floating water
- lantern or wish lantern which uses a flame to create a lighting effect in any public
- waterway, lake, pond, stream, or river."
- 178 **SECTION 7.**
- 179 Chapter 13 of Title 48 of the Official Code of Georgia Annotated, relating to specific,
- business, and occupation taxes, is amended by adding a new article to read as follows:
- 181 "<u>ARTICLE 7</u>
- 182 <u>48-13-130.</u>
- 183 As used in this article, the term:
- (1) 'Consumer fireworks' shall have the same meaning as provided for in Code Section
- 185 <u>25-10-1.</u>
- 186 (2) 'Seller' means the person who is issued a license pursuant to Code Section 25-10-5.1.
- 187 <u>48-13-131.</u>
- 188 (a) An excise tax, in addition to all other taxes of every kind imposed by law, is imposed
- 189 upon the sale of consumer fireworks and any items provided for in paragraph (2) of
- subsection (b) of Code Section 25-10-1 in this state at a rate of 5 percent per item sold.
- (b) The excise tax imposed by this article shall be paid by the seller and due and payable
- in the same manner as would be otherwise required under Article 1 of Chapter 8 of this
- 193 <u>title.</u>
- 194 <u>48-13-132.</u>
- A seller who knowingly and willfully violates the requirements of this article shall be
- assessed a civil penalty of not more than \$10,000.00 in addition to the amount of tax due.

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198 The department is authorized to adopt rules and regulations necessary for the enforcement

and implementation of the provisions of this Code section."

200 SECTION 8.

201 All laws and parts of laws in conflict with this Act are repealed.