WEST VIRGINIA LEGISLATURE

2016 REGULAR SESSION

Introduced

HOUSE BILL 2646

FISCAL NOTE

2015 Carryover

(BY DELEGATES R PHILLIPS, J. NELSON, BUTLER,

MARCUM, ELDRIDGE, WALTERS, HANSHAW, HARTMAN

AND McCuskey)

[By Request of the Department of Veterans Affairs]

[Introduced January 13, 2016; referred to the

Committee on Veterans' Affairs and Homeland

Security then Finance.]

A BILL to repeal §11-12-86 of the Code of West Virginia, 1931, as amended; to repeal §29-3-23, §29-3-24, §29-3-25 and §29-3-26 of said code; to amend said code by adding thereto a new section, designated §9A-1-11b; to amend said code by adding thereto a new article, designated §29-3E-1, §29-3E-2, §29-3E-3, §29-3E-4, §29-3E-5, §29-3E-6, §29-3E-7, §29-3E-8, §29-3E-9, §29-3E-10, §29-3E-11, §29-3E-12 and §29-3E-13; and to amend and reenact §61-3E-1 and §61-3E-11 of said code, all relating to legalizing and regulating the sale and use of fireworks; eliminating the prohibition on the sale, possession and explosion of fireworks; eliminating the requirement that the State Fire Marshal seize and destroy fireworks and combustibles illegally held; eliminating the prohibition on nonresidents without in-state legal counsel to obtain a permit for conducting of a pyrotechnic display; eliminating the sparkler and novelty registration fee; eliminating certain defined terms; eliminating exemptions; defining terms; creating standards for the production and transport of fireworks; establishing registration requirements for sales of sparklers, novelties and toy caps; creating a certification requirement for the sale of consumer fireworks; establishing permit requirements for public fireworks displays; creating the West Virginia Veterans Program Fund to be administered by the Department of Veterans' Assistance; imposing a twenty percent fee on each dollar of a sale for the sale of fireworks and providing for the allocation of the fee collections between the West Virginia Veterans Program Fund for veterans programs, the Fire Protection Fund for volunteer fire departments, and the Fire Marshal Fees Fund; providing for public fireworks displays; providing for rules; authorizing seizures by the State Fire Marshal; providing exemptions; and providing for criminal penalties.

Be it enacted by the Legislature of West Virginia:

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That §11-12-86 of the Code of West Virginia, 1931, as amended, be repealed; that §29-3-23, §29-3-24, §29-3-25 and §29-3-26 of said code be repealed; that said code be amended by adding thereto a new section, designated §9A-1-11b; that said code be amended by adding thereto a new article, designated §29-3E-1, §29-3E-2, §29-3E-3, §29-3E-4, §29-3E-5, §29-3E-6, §29-3E-7, §29-3E-8, §29-3E-9, §29-3E-10, §29-3E-11, §29-3E-12 and §29-3E-13; and that §61-3E-1 and §61-3E-11 of said code be amended and reenacted, all to read as follows:

CHAPTER 9A. VETERANS' AFFAIRS.

ARTICLE 1. DEPARTMENT OF VETERANS' AFFAIRS.

§9A-1-11b. Establishment of West Virginia Veterans Program Fund.

There is hereby created in the State Treasury a special revenue fund to be designated and known as the "West Virginia Veterans Program Fund," which shall consist of revenues derived from the assessment of the fireworks safety fee, as provided in section seven, article three-e, chapter twenty-nine of this code, to be administered by the Department of Veterans' Affairs and used for funding veterans' programs. Funds may also be derived from any gift, grant, bequest, endowed fund or donation which may be received by any veterans' program created by statute or from any governmental entity or unit or any person, firm, foundation or corporation. Expenditures from the fund shall be for the purposes set forth in this article and are not authorized from collections but are to be made only in accordance with appropriation by the Legislature and in accordance with the provisions of article three, chapter twelve of this code and upon the fulfillment of the provisions set forth in article two, chapter eleven-b of this code: *Provided*. That for the fiscal year ending June 30, 2016, expenditures are authorized from collections rather than pursuant to an explicit appropriation by the Legislature. Any balance remaining in the fund at the end of any fiscal year shall be reappropriated to the next fiscal year.

CHAPTER 29. MISCELLANEOUS BOARDS AND OFFICERS.

ARTICLE 3E. FIREWORKS SAFETY.

§29-3E-1. Unlawful acts.

1	It is unlawful for a person to manufacture, wholesale, distribute, import, sell or store for the
2	purpose of resale, consumer fireworks, sparkling devices, novelties or toy caps without a license,
3	registration, certificate or permit from the State Fire Marshal.

§29-3E-2. Definitions.

1 As used in this article:

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- (1) "Agricultural and wildlife fireworks" means fireworks devices distributed to farmers,
 ranchers and growers through a wildlife management program administered by the United States
 Department of the Interior or the Department of Natural Resources of this state;
- (2) "APA Standard 87-1" means the APA Standard 87-1 published by the American
 Pyrotechnics Association, as amended, and incorporated by reference into Title 49 of the Code
 of Federal Regulations;
 - (3) "Articles pyrotechnic" means pyrotechnic devices for professional use that are similar to consumer fireworks in chemical composition and construction but not intended for consumer use, that meet the weight limits for consumer fireworks but are not labeled as such, and that are classified as UN0431 or UN0432 under 49 C.F.R. §172.101 (2014):
 - (4) "Consumer fireworks" means small fireworks devices that are designed to produce visible effects by combustion and that are required to comply with the construction, chemical composition and labeling regulations promulgated by the United States Consumer Product Safety Commission under 16 C.F.R. Parts 1500 and 1507 (2014), and that are listed in APA Standard 87-1. Consumer fireworks do not include sparkling devices, novelties and toy caps;
 - (5) "Consumer fireworks certificate" means a certificate issued under section five of this

(6) "Display fireworks" means large fireworks to be used solely by professional		
pyrotechnicians licensed by the State Fire Marshal and designed primarily to produce visible or		
audible effects by combustion, deflagration or detonation and includes, but is not limited to,		
salutes containing more than two grains (one hundred thirty milligrams) of explosive materials.		
aerial shells containing more than forty grams of pyrotechnic compositions and other display		
pieces that exceed the limits of explosive materials for classification as consumer fireworks and		
are classified as fireworks UN0333, UN0334, or UN0335 under 49 C.F.R. §172.101 (2014);		
(7) "Distributor" means a person who sells fireworks to wholesalers and retailers for resale;		
(8) "Division 1.3 explosive" means that term as defined in 49 C.F.R. §173.50 (2014);		
(9) "Division 1.4 explosive" means that term as defined in 49 C.F.R. §173.50 (2014);		
(10) "Explosive composition" means a chemical or mixture of chemicals that produces an		
audible effect by deflagration or detonation when ignited;		
(11) "Fire Marshal" means the State Fire Marshal;		
(12) "Firework" or "fireworks" means any composition or device designed for the purpose		
of producing a visible or audible effect by combustion, deflagration or detonation. Fireworks		
include consumer fireworks, display fireworks and special effects. Fireworks does not include		
sparkling devices, novelties and toy caps;		
(13) "Interstate wholesaler" means a person who is engaged in interstate commerce		
selling fireworks:		
(14) "New explosive" means that term as defined in 49 C.F.R. §173.56 (2014);		
(15) "NFPA 1123" means that term as defined in National Fire Protection Association		
Standard 1123, "Code for Fireworks Display."		
(16) "NFPA 1124" means that term as defined in National Fire Protection Association		

Standard 1124, "Code for the Manufacture, Transportation, Storage, and Retail Sales of
Fireworks and Pyrotechnic Articles."
(17) "NFPA 1126" means that term as defined in National Fire Protection Association
Standard 1126, "Standard for the Use of Pyrotechnics Before a Proximate Audience."
(18) "Novelties" means that term as defined under APA standard 87-1, section 3.2;
(19) "Person" means an individual, or the responsible person for an association, an
organization, a partnership, a limited partnership, a limited liability company, a corporation, or any
other group or combination acting as a unit;
(20) "Pyrotechnic composition" means a mixture of chemicals that produces a visible or
audible effect by combustion rather than deflagration or detonation. A pyrotechnic composition
will not explode upon ignition unless severely confined;
(21) "Retailer" means a person who purchases consumer fireworks for resale to
consumers;
(22) "Sparkling devices" means "ground or handheld sparkling devices" as that phrase is
defined under APA 87-1, sections 3.1.1 and 3.5;
(23) "Special effects" means a combination of chemical elements or chemical compounds
capable of burning independently of the oxygen of the atmosphere and designed and intended to
produce an audible, visual, mechanical, or thermal effect as an integral part of a motion picture,
radio, television, theatrical, or opera production or live entertainment;
(24) "Toy caps" means that term as defined under APA 87-1, section 3.3; and
(25) "Wholesaler" means any person who sells consumer fireworks to a retailer or any
other person for resale and any person who sells articles of pyrotechnics, display fireworks, and
special effects to a person licensed to possess and use those devices.

§29-3E-3. Production or transportation of fireworks.

1	A person may produce or transport a firework that is a new explosive and that is either a	
2	division 1.3 explosive or division 1.4 explosive if the person first meets the requirements of 49	
3	C.F.R. §173.56(2)(j) (2014).	
	§29-3E-4. Sparkling devices, novelties and toy caps registration required.	
1	(a) A retailer may not sell sparkling devices, novelties or toy caps without being registered	
2	with the State Fire Marshal.	
3	(b) To be registered with the Fire Marshal, the retailer shall:	
4	(1) Submit an application to the Fire Marshal;	
5	(2) Provide a copy of his or her current business registration certificate;	
6	(3) Pay the required fee; and	
7	(4) Provide other information as the Fire Marshal may require by legislative rule.	
8	(c) A registration is valid for the calendar year or any fraction thereof and expires on	
9	December 31 of each year.	
10	(d) A registration is not transferable.	
11	(e) A retailer shall post the registration in a conspicuous place at the location of the	
12	business.	
13	(f) A separate registration is required for each location.	
14	(g) The requirements of NFPA 1124 do not apply to a retailer only selling sparkling	
15	devices, novelties or toy caps.	
	§29-3E-5. Consumer fireworks certificate required.	
1	(a) A retailer may not sell consumer fireworks unless the retailer is certified under this	
2	article.	
3	(b) To be certified to sell consumer fireworks a retailer shall:	
4	(1) Submit an application to the Fire Marshal:	

5	(2) Provide a copy of his or her current business registration certificate;	
6	(3) Pay the required fee; and	
7	(4) Provide other information as the Fire Marshal may require by legislative rule.	
8	(c) A consumer fireworks certificate is valid from October 1 through September 30 of the	
9	following year or any fraction thereof and expires on September 30 of each year.	
10	(d) A consumer fireworks certificate is not transferable.	
11	(e) A retailer shall post the certificate in a conspicuous place at the location of the	
12	business.	
13	(f) A separate certificate is required for each location of the business.	
14	(g) A certificate holder may also sell sparklers and novelties at the same location without	
15	additionally obtaining a sparklers and novelties registration.	
16	(h) A retailer who sells consumer fireworks shall comply with the regulations provided in	
17	NFPA 1124. The State Fire Marshal may, by legislative rule, add to the regulations established	
18	<u>in NFPA 1124.</u>	
	§29-3E-6. Required permit for public fireworks display.	
1	(a) A municipality, county, fair association, amusement park, and other organizations shall	
2	have a permit to present a supervised display of fireworks from the Fire Marshal.	
3	(b) To receive a permit, a municipality, fair association, amusement park, and other	
4	organizations shall:	
5	(1) Submit an application to the Fire Marshal;	
6	(2) Pay the required fee;	
7	(3) Furnish proof of financial responsibility to satisfy claims for damages to property or	
8	personal injuries arising out of any act or omission on the part of the person or an employee	
9	thereof, in the amount, character and form as the Fire Marshal determines to be necessary for	

the protection of the public; and

- (4) Provide any other information as the Fire Marshal may require by legislative rule.
- 12 (c) The Fire Marshal may require approval of the local police and fire authorities of the 13 community where the display is proposed to be held.
 - (d) A permit is not transferable.
 - (e) The display shall be handled by a competent operator licensed or certified as to competency by the Fire Marshal and shall be of such composition, character, and so located, discharged or fired so as to be safe in the opinion of the chief of the fire department serving the community or area where such display is to be held.
 - (f) The permittee shall require a bond from the licensee in a sum not less than \$1,000 conditioned on compliance with the provisions of this article and the rules of the Fire Marshal except where the licensee is an insured government entity.

§29-3E-7. Fireworks safety fee imposed; other fees.

- (a) In addition to the sales tax, a user fee of twenty percent of all sales, known as the fireworks safety fee, is levied on retail sales of consumer fireworks in this state. The fee shall be distributed pursuant to the provisions of this section. The fee computation under this section shall be carried to the third decimal place, and the fee rounded up to the next whole cent whenever the third decimal place is greater than four and rounded down to the lower whole cent whenever the third decimal place is four or less.
- (b) A person who acquires consumer fireworks in a retail transaction shall pay to the vendor the amount of the fee levied by this section which is added to and constitutes a part of the sales price, and is collectible by the vendor who shall account to the state for all fees paid by the purchaser. If such retailer fails to collect the fee, or fails to account to the state for the fees paid by the purchaser, the retailer is personally liable for the payment of the fee to the state.

12	(c) A retailer or person shall remit the fee to the Tax Commissioner no later than twenty
13	days after the end of each preceding month on forms and in the manner prescribed by the Tax
14	Commissioner.
15	(d) Each and every provision of the West Virginia Tax Procedure and Administration Act
16	set forth in article ten, chapter eleven of this code applies to the fees imposed pursuant to this
17	article, with like effect as if that act were applicable only to the fees imposed by this article and
18	were set forth in extensor in this article.
19	(e) Each and every provision of the West Virginia Tax Crimes and Penalties Act set forth
20	in article nine, chapter eleven of this code applies to the fees imposed pursuant to this article, with
21	like effect as if that act were applicable only to the fees imposed by this article and were set forth
22	in extenso in this article.
23	(f) The Tax Commissioner shall pay all proceeds of the fireworks safety fee into the State
24	Treasury each month in the following manner:
25	(1) Fifty percent of the fireworks safety fee shall be deposited in the West Virginia Veterans
26	Program Fund established in section eleven-b, article one, chapter nine-a of this code for
27	expenditure pursuant to the provisions of that section.
28	(2)Twenty-five percent of the fireworks safety fee shall be deposited into the Fire
29	Protection Fund established in section thirty-three, article three, chapter thirty-three of this code
30	and distributed in accordance with that section to each volunteer fire company or department on
31	an equal share basis by the State Treasurer.
32	(3) Twenty-five percent of the fireworks safety fee shall be deposited in the Fire Marshal
33	Fees Fund established in subsection (c), section twelve-b, article three of this chapter for
34	expenditure pursuant to the provisions of that subsection.
35	(g) The Tax Commissioner may make all needful rules and regulations for the fees to

36 which this article applies as provided in the State Administrative Procedures Act in chapter
 37 twenty-nine-a of this code.

(h) Notwithstanding any other provision of this code to the contrary, the Tax Commissioner shall deduct and retain for the benefit of his or her office for expenditure pursuant to appropriation of the Legislature from each payment into the State Treasury, as provided in subsection (d) of this section, one percent thereof and shall be deposited by the Tax Commissioner into the fund described in subsection (d), section two-a, article nine of chapter eleven.

§29-3E-8. Rule-making Authority.

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- (a) The Fire Marshal may propose emergency rules and shall propose legislative rules for promulgation, in accordance with the provisions of article three, chapter twenty-nine-a of this code, to implement the provisions of this article, including:
- 4 (1) Adopting by reference the most recent edition of APA Standard 87-1;
- 5 (2) Adopting by reference the most recent edition of NFPA 1123, code for fireworks
 6 display;
- (3) Adopting by reference the most recent edition of NFPA 1124, code for the manufacture,
 transportation, storage and retail sales of fireworks and pyrotechnic articles;
 - (4) Adopting by reference the most recent edition of NFPA 1126, standard for the use of pyrotechnics before a proximate audience, as promulgated by the State Fire Commission;
- 11 (5) Procedures for the issuance and renewal of a registration, certificate and permit;
- 12 <u>(6) A fee schedule;</u>
- 13 (7) Establishing insurance or bond requirements;
- 14 (8) Establishing additional criteria for the granting of a registration, certificate, or permit 15 under this article; and

(9) Registration of manufacturers, wholesalers and distributors.

§29-3E-9. Exemption	ns from article.
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- 1 This article does not prohibit any of the following:
- 2 (1) The use of fireworks by railroads or other transportation agencies for signal purposes
- 3 <u>or illumination;</u>

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- 4 (2) The use of agricultural and wildlife fireworks;
- 5 (3) The sale or use of blank cartridges for a theatrical performance, use by military
- 6 organizations or signal or ceremonial purposes in athletics or sports; or
- 7 (4) The possession, sale, or disposal of fireworks incidental to the public display of
- 8 <u>fireworks by wholesalers or other persons who have a permit to possess, store, and sell</u>
- 9 <u>explosives from the Bureau of Alcohol, Tobacco, Firearms, and Explosives of the United States</u>
- 10 Department of Justice and the Fire Marshal.

§29-3E-10. Local municipalities' regulation of consumer fireworks.

- 1 This article does not affect the right of the governing body of a municipality to prohibit the
- 2 use of consumer fireworks within its boundaries.

§29-3E-11. Violations of this article.

- 1 (a) A person may not intentionally ignite, discharge or use consumer fireworks on public
- 2 property or private property without the express permission of the owner to do so.
- 3 (b) A person may not intentionally ignite or discharge any consumer fireworks or sparkling
- 4 <u>devices within or throw the same from a motor vehicle or building.</u>
- 5 (c) A person may not intentionally ignite or discharge any consumer fireworks or sparkling
- 6 devices into or at a motor vehicle or building, or at any person or group of people.
- 7 (d) A person may not intentionally ignite or discharge any consumer fireworks or sparkling
- 8 devices while the person:

9	(1) Is under the influence of alcohol;	
10	(2) Is under the influence of any controlled substance;	
11	(3) Is under the influence of any other drug;	
12	(4) Is under the combined influence of alcohol and any controlled substance or any other	
13	drug; or	
14	(5) Has an alcohol concentration in his or her blood of eight hundredths of one percent or	
15	more by weight.	
16	(e) A person who is less than sixteen years of age may not purchase, nor offer for sale,	
17	consumer fireworks.	
	§29-3E-12. Criminal penalties.	
1	Any person who violates this article or any rules promulgated pursuant to section eight of	
2	this article is guilty of a misdemeanor and, upon conviction thereof, shall be fined not less than	
3	\$100 nor more than \$500.	
	§29-3E-13. Seizures by the Fire Marshal; enforcement of law.	
1	(a) The Fire Marshal shall seize, take, remove and dispose of at public auction or destroy,	
2	or cause to be seized, taken or removed and disposed of at public auction, or destroyed at the	
3	expense of the owner, all stocks of fireworks or combustibles offered or exposed for sale, stored	
4	or held in violation of this article or legislative rule.	
5	(b) The West Virginia State Police, sheriffs, municipal police officers and other	
6	law-enforcement officers shall assist in the enforcement of this article.	
	CHAPTER 61. CRIMES AND THEIR PUNISHMENT.	
	ARTICLE 3E. OFFENSES INVOLVING EXPLOSIVES.	
	§61-3E-1. Definitions.	

As used in this article, unless the context otherwise requires:

(a) "Destructive device" means any bomb, grenade, mine, rocket, missile, pipebomb or similar device containing an explosive, incendiary, explosive gas or expanding gas which is designed or so constructed as to explode by such filler and is capable of causing bodily harm or property damage; any combination of parts, either designed or intended for use in converting any device into a destructive device and from which a destructive device may be readily assembled.

"Destructive device" does not include a firearm as such is defined in section two, article seven of this chapter or model rockets and their components as defined in this section two, article three, chapter twenty-nine of this code or fireworks as defined in section two, article three-e, chapter twenty-nine of this code, or high power rockets, as defined in this section, and their components.

- (b) "Explosive material" means any chemical compound, mechanical mixture or device that is commonly used or can be used for the purpose of producing an explosion and which contains any oxidizing and combustive units or other ingredients in such proportions, quantities or packaging that an ignition by fire, by friction, by concussion, by percussion, by detonator or by any part of the compound or mixture may cause a sudden generation of highly heated gases. These materials include, but are not limited to, powders for blasting, high or low explosives, blasting materials, blasting agents, blasting emulsions, blasting fuses other than electric circuit breakers, detonators, blasting caps and other detonating agents and black or smokeless powders not manufactured or used for lawful sporting purposes. or fireworks defined in section twenty-three, article three, chapter twenty-nine of this code which are not used in violation of this article. Also included are all explosive materials listed annually by the office of the State Fire Marshal and published in the State Register, said publication being hereby mandated.
- (c) "High power rocket" means the term as defined in National Fire Protection Association

 Standard 1127, "Code for High Power Rocketry."

(e) (d) "Hoax bomb" means any device or object that by its design, construction, content or characteristics appears to be, or is represented to be or to contain a destructive device, explosive material or incendiary device as defined in this section, but is, in fact, an inoperative facsimile or imitation of such a destructive device, explosive material or incendiary device.

- (d) (e) "Incendiary device" means a container containing gasoline, kerosene, fuel oil, or derivative thereof, or other flammable or combustible material, having a wick or other substance or device which, if set or ignited, is capable of igniting such gasoline, kerosene, fuel oil, or derivative thereof, or other flammable or combustible material: Provided, That no similar device commercially manufactured and used solely for the purpose of illumination shall be deemed to be an incendiary device.
 - (e) (f) "Legal authority" means that right as expressly stated by statute or law.
- (g) "Model rocket" means the term as defined in National Fire Protection Association

 Standard 1122, "Code for Model Rocketry."
- (f) (h) "Person" shall mean means an individual, corporation, company, association, firm, partnership, society or joint stock company.
- (g) (i) "Storage magazine" is defined to mean any building or structure, other than an explosives manufacturing building, approved by the legal authority for the storage of explosive materials.

§61-3E-11. Exemptions.

(a) Unless specifically prohibited by any provision of this code or the laws of the United States, nothing in this article shall prohibit prohibits the authorized manufacture, sale, transportation, distribution, use or possession of any explosive material by any person holding a permit for such issued by the office of the State Fire Marshal. Any person performing a lawful activity pursuant to or regulated by the terms of a permit issued by the Division of Environmental

6 Protection, or any office thereof, shall be is exempt from the provisions of this article.

(b) Unless specifically prohibited by any other provision of this code or the laws of the United States, nothing in this section shall prohibit prohibits the authorized manufacture, transportation, distribution, use or possession of any explosive, destructive device or incendiary device by a member of the Armed Forces or law-enforcement officers whenever such persons are acting lawfully and in the line of duty; nor shall it prohibit the manufacture, transportation, distribution, use or possession of any explosive material, destructive device or incendiary device to be used solely for lawful scientific research or lawful educational purposes. Any person engaged in otherwise lawful blasting activities failing to obtain a permit or in possession of an expired permit issued by the office of the State Fire Marshal shall not be construed to be is not in violation of the article.

(c) Nothing contained in this article applies to the sale, purchase, possession, use, transportation or storage of fireworks as regulated in article three-e, chapter twenty-nine of this code.

NOTE: The purpose of this bill is to legalize and regulate the selling of fireworks, to create the West Virginia Veterans Program Fund, to impose a special fee on the sale of fireworks, and to use the proceeds for the Veterans Program Fund.

Strike-throughs indicate language that would be stricken from the present law, and underscoring indicates new language that would be added.

Article 3E and §9A-1-11b are new; therefore, they have been completely underscored.