

July 2, 1999

To: Roger Mozingo  
From: Joe Murray  
Subject: 1999 Completed Session – State of South Carolina

The South Carolina legislature has completed its 1999 regular session. No legislation having an adverse impact on RJR or the tobacco industry was enacted. A bill to eliminate the sale of gray market cigarettes was passed.

#### Legislation Enacted

HB3789 Enacts the MSA renegade model legislation  
HB3826 Prohibits sale of gray market cigarettes  
SB739 Establishes mechanism to allow growers to participate in the trust  
fund

#### Legislation Defeated

HB3132 Increases penalties for minors possession of tobacco products  
HB3262 Establishes trust fund for MSA payments  
HB3828 Use MSA payments to fund community development with emphasis on rural areas  
HB3921 Ban smoking in State House and legislative buildings  
SB309 Use MSA payments to create Family Farm Fund  
SB656 Urges President and Congress to allow states to retain MSA funds

#### Session Summary

The industry team in South Carolina is well coordinated and very effective. Of special note was the team's ability to pass the gray market legislation. Fred continues to do a good job in representing RJR, especially with the leadership of the House.

cc Gene Ainsworth  
Hurst Marshall  
Mike Phillips

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David Powers  
Henry Stokes  
Randy Tompson

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