Vapor Product Compliance & Enforcement



Background

- 2008 E-cigs start hitting the online market
- 2010 DIY consumers start driving the e-liquid market
- 2012 Lorillard purchases blu (changes whole dynamic)
- 2013 Vape shops begin to to proliferate (apex in 2016)
- 2013 Altria purchases Green Smoke
- 2014 Independent vape industry introduces its own age verification program so as not be submit to the We Card tobacco stigma
- 2016 FDA classifies vapor products like tobacco; age limits on sales takes effect



Product Pendulum







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- Fear mongering "science" largely debunked
- 25-30% of vapor product sales are zero nicotine
- CDC & FDA include vaporized marijuana, CBD, caffeine, melatonin in teen vapor use numbers



"The overwhelming amount of death and disease attributable to tobacco is caused by addiction to cigarettes - the only legal consumer product that, when used as intended, will kill half of all long-term users," said FDA **Commissioner Scott Gottlieb, M.D. "Unless we** change course, 5.6 million young people alive today will die prematurely later in life from tobacco use. Envisioning a world where cigarettes would no longer create or sustain addiction, and where adults who still need or want nicotine could get it from alternative and less harmful sources, needs to be the cornerstone of our efforts – and we believe it's vital that we pursue this common ground."

Enforcement: FDA C-Store & Vape Shop Inspections Jan 1 – August 31 each year

- 2018: 100,153
- 2017: 134,838
- 2016: 132,072
- 2015: 137,554
- 2014: 77,437
- 2013: 58,139
- 2012: 46,109
- 2011: 15,800

91.2% of vape shops that violated ban on sales to minors carried black market (non-FDA registered products)



Compliance

Lack of compliance hurts compliant businesses

- Undercuts pricing
- Compliant businesses spend more \$\$
- Drives additional, expensive regulation
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FDA inspections do not deal with 3rd party sales

• Most prevalent way youth have access to products



Thank You!

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