| M3 HB 127/21 – ENT & ECM | (PRE-FILED) | 2lr0964 CF SB 143 |
|-----------------------------------|-------------------------|-------------------------------|
| | | Barve, Foley, Fraser-Hidalgo, |
| <u>Healey, Holmes, Jalisi,</u> | <u>Lehman, Lierman,</u> | Love, Prettyman, Ruth, Stein, |
| <u>Stewart, Terrasa, and W</u> | Vells | |
| Requested: October 26, 2021 | | |
| Introduced and read first time: J | anuary 12, 2022 | |
| Assigned to: Environment and T | ransportation and Eco | nomic Matters |
| Committee Report: Favorable wi | th amendments | |
| House action: Adopted | | |
| Read second time: March 3, 2022 | | |
| | | |

CHAPTER _____

1 AN ACT concerning

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Maryland Paint Stewardship

- 3 FOR the purpose of requiring certain producers of architectural paint sold at retail in the 4 State or a certain representative organization to submit a plan for the establishment $\mathbf{5}$ of a Paint Stewardship Program to the Department of the Environment for approval on or before a certain date and in accordance with certain requirements; requiring a 6 7 certain plan to establish a certain assessment on architectural paint sold in the State 8 that is necessary to cover the Paint Stewardship Program's cost of collecting, 9 transporting, and processing postconsumer paint statewide; requiring the Office of 10 Recycling within the Department to review and approve certain plans, including a 11 certain assessment, submitted in accordance with the Paint Stewardship Program; 12requiring certain producers and retailers or distributors to add a certain assessment 13to the cost of all architectural paint sold in the State beginning on a certain date; 14requiring a certain producer or representative organization to implement a certain 15program within a certain amount of time after the Department approves a certain 16plan; prohibiting a producer or retailer from selling or offering for sale certain 17architectural paint under certain circumstances beginning on a certain date or after 18 a certain amount of time after the Department approves a certain plan, whichever 19is later; and generally relating to the Paint Stewardship Program.
- 20 BY repealing and reenacting, without amendments,
- 21 Article Environment

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



| $egin{array}{c} 1 \\ 2 \\ 3 \end{array}$ | Section 9–1701(a), (i), and (m) Annotated Code of Maryland (2014 Replacement Volume and 2021 Supplement) |
|---|--|
| $ \begin{array}{c} 4 \\ 5 \\ 6 \\ 7 \\ 8 \\ 9 \end{array} $ | BY adding to Article – Environment Section 9–1701(b–1), (i–1), (o–1) through (o–3), (r–2) through (r–4); and 9–1733 to be under the new part "Part V. Paint Stewardship Program" Annotated Code of Maryland (2014 Replacement Volume and 2021 Supplement) |
| $10 \\ 11 \\ 12 \\ 13 \\ 14$ | BY repealing and reenacting, with amendments, Article – Environment Section 9–1701(i–1), 9–1702, and 9–1707(f) Annotated Code of Maryland (2014 Replacement Volume and 2021 Supplement) |
| $\begin{array}{c} 15\\ 16 \end{array}$ | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: |
| 17 | Article – Environment |
| 18 | 9–1701. |
| 19 | (a) In this subtitle the following words have the meanings indicated. |
| $\begin{array}{c} 20\\ 21 \end{array}$ | (B-1) (1) "ARCHITECTURAL PAINT" MEANS INTERIOR AND EXTERIOR ARCHITECTURAL COATINGS SOLD IN CONTAINERS OF 5 GALLONS OR LESS. |
| $\frac{22}{23}$ | (2) "ARCHITECTURAL PAINT" DOES NOT INCLUDE INDUSTRIAL COATINGS, ORIGINAL EQUIPMENT COATINGS, OR SPECIALTY COATINGS. |
| 24 | (i) "Director" means the Director of the Office of Recycling. |
| 25 26 27 | (I-1) "DISTRIBUTOR" MEANS A COMPANY THAT HAS A CONTRACTUAL RELATIONSHIP WITH ONE OR MORE PRODUCERS TO MARKET AND SELL ARCHITECTURAL PAINT TO RETAILERS IN THE STATE. |
| 28 29 30 | [(i-1)] (I-2) "Food residuals" means material derived from the processing or discarding of food, including pre- and post-consumer vegetables, fruits, grains, dairy products, and meats. |
| 31 | (m) "Office" means the Office of Recycling within the Department. |
| $\frac{32}{33}$ | (0–1) "PAINT STEWARDSHIP ASSESSMENT" MEANS THE AMOUNT ADDED TO THE PURCHASE PRICE OF ARCHITECTURAL PAINT SOLD IN THE STATE THAT IS |

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1 NECESSARY TO COVER THE PAINT STEWARDSHIP PROGRAM'S COST OF 2 COLLECTING, TRANSPORTING, AND PROCESSING POSTCONSUMER PAINT 3 STATEWIDE.

4 (O-2) "POSTCONSUMER PAINT" MEANS ARCHITECTURAL PAINT NOT USED 5 AND NO LONGER WANTED BY A PURCHASER.

6 (0-3) "PRODUCER" MEANS A MANUFACTURER OF ARCHITECTURAL PAINT 7 THAT SELLS, OFFERS FOR SALE, OR DISTRIBUTES THE PAINT IN THE STATE UNDER 8 THE PRODUCER'S OWN NAME OR BRAND.

9 (R-2) "REPRESENTATIVE ORGANIZATION" MEANS A NONPROFIT 10 ORGANIZATION CREATED BY PRODUCERS TO IMPLEMENT A PAINT STEWARDSHIP 11 PROGRAM.

12 (R-3) "RETAILER" MEANS ANY PERSON THAT OFFERS ARCHITECTURAL PAINT 13 FOR SALE AT RETAIL IN THE STATE.

14 (R-4) "SALE" OR "SELL" MEANS ANY TRANSFER OF TITLE FOR 15 CONSIDERATION, INCLUDING REMOTE SALES CONDUCTED THROUGH SALES 16 OUTLETS, CATALOGUES, THE INTERNET, OR ANY OTHER SIMILAR ELECTRONIC 17 MEANS.

18 9–1702.

19 (a) There is an Office of Recycling created within the Department.

20 (b) The Secretary shall appoint a Director and sufficient staff to perform the 21 functions of the Office. After July 1, 1989, the number of staff shall be as provided in the 22 budget.

23 (c) The Secretary may adopt regulations to carry out the provisions of this 24 subtitle.

25 (d) The Office shall:

(1) Assist the counties in developing an acceptable recycling plan required
under § 9–1703 of this subtitle and § 9–505 of this title, including technical assistance to
the local governments;

29 (2) Coordinate the efforts of the State to facilitate the implementation of 30 the recycling goals at the county level;

31 (3) Review all recycling plans submitted as part of a county plan as 32 required under § 9–505 of this title and advise the Secretary on the adequacy of the 33 recycling plan;

1 (4) Administer the Statewide Electronics Recycling Program under Part IV 2 of this subtitle; [and]

3 (5) Promote the development of markets for recycled materials and 4 recycled products in the State in accordance with § 9–1702.1 of this subtitle; AND

5 (6) REVIEW AND APPROVE PLANS AND ANNUAL REPORTS, INCLUDING
6 THE PAINT STEWARDSHIP ASSESSMENT, SUBMITTED IN ACCORDANCE WITH A PAINT
7 STEWARDSHIP PROGRAM ESTABLISHED UNDER PART V OF THIS SUBTITLE.

8 (e) Beginning on January 1, 1990, and biannually thereafter, the Office shall, in 9 coordination with the Maryland Environmental Service, study and report to the Governor 10 and, subject to § 2–1257 of the State Government Article, the General Assembly on:

11 (1) The identification and location of recycling centers, including an 12 analysis of existing recycling centers and the need to expand these facilities or construct 13 new recycling centers;

14 (2) Programs necessary to educate the public on the need to participate in 15 recycling efforts;

16 (3) The economics and financing of existing and proposed systems of waste 17 disposal and recycling;

18 (4) State procurement policies for the purchase of recycled materials;

19 (5) Programs necessary to reduce the amount of solid waste generated for 20 disposal by a State agency or unit;

(6) The liaison role with local governments, the federal government, and
the private sector;

23 (7) The percentage reduction in the amount of solid waste that has been
 24 achieved by each county; and

25 (8) Economically feasible methods for the recycling of scrap automobile 26 tires, batteries, and white goods.

(f) (1) By December 1, 1988, the Office shall, in coordination with the Maryland Environmental Service and the Governor's Task Force on Solid Waste, make recommendations to the General Assembly for the financing of a comprehensive system of recycling at the State and local level, including funding for recycling centers, recycling equipment, recycling education, and marketing strategies.

32 (2) After the financing recommendations are made under paragraph (1) of 33 this subsection, each county may submit to the Office and the Governor a detailed request

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1 for funds necessary to assist in the development and implementation of a recycling plan2 under guidelines developed by the Office.

3 (g) In studying feasible methods for the management and recycling of used tires 4 under subsection (e)(9) of this section, the Office of Recycling shall consult with the 5 appropriate industry, including representatives of:

| 6 | | (1) | Tire manufa | acturers; |
|---|--------------|---------------|------------------------------------|--|
| 7 | | (2) | Tire dealers | ; and |
| 8 | | (3) | Tire recycle | rs. |
| 9 | 9–1707. | | | |
| 10 | (f) | (1) | There is a S | tate Recycling Trust Fund. |
| 11 | | (2) | The Fund sł | nall consist of: |
| 12 | | | (i) The n | newsprint recycling incentive fee; |
| $\begin{array}{c} 13\\14 \end{array}$ | 9–1709 of t | his sub | . , | elephone directory recycling incentive fee collected under § |
| $\begin{array}{c} 15\\ 16\end{array}$ | collected ur | nder§§ | (iii) The (9–1728 of this | covered electronic device manufacturer registration fee subtitle; |
| 17 18 | REPORT R | EVIEW | | PAINT STEWARDSHIP PROGRAM PLAN AND ANNUAL CCTED UNDER § 9–1733(B) AND (H) OF THIS SUBTITLE; |
| 19 | | | [(iv)] (V) | All fines and penalties collected under this subtitle; |
| 20 | | | [(v)] (VI) | Money appropriated in the State budget to the Fund; and |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | benefit of t | he Fun | [(vi)] (VII) d. | Any other money from any other source accepted for the |
| 23 | | (3) | The Secreta | ry shall administer the Fund. |
| $\begin{array}{c} 24 \\ 25 \end{array}$ | account for | (4) the Fu | | er shall hold the Fund separately and the Comptroller shall |
| 26 27 28 | | | xceeds \$2,000 | f each fiscal year, any unspent or unencumbered balance in 0,000 shall revert to the General Fund of the State in State Finance and Procurement Article. |
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1 (i) To provide grants to the counties to be used by the counties to 2 develop and implement local recycling plans;

3 (ii) To provide grants to counties that have addressed methods for 4 the separate collection and recycling of covered electronic devices in accordance with § 5 9-1703(c)(1) of this subtitle;

6 (iii) To provide grants to municipalities to be used by the 7 municipalities to implement local covered electronic device recycling programs; [and]

8 (IV) TO COVER THE COSTS OF THE PAINT STEWARDSHIP 9 PROGRAM PLAN REVIEW UNDER § 9–1733(B) OF THIS SUBTITLE, THE ANNUAL 10 REPORT REVIEW UNDER § 9–1733(H) OF THIS SUBTITLE, AND ASSOCIATED COSTS 11 FOR PROGRAM COMPLIANCE OVERSIGHT; AND

12 [(iv)] (V) To carry out the purposes of the land management 13 administration.

14 (7) (i) The Treasurer shall invest the money in the Fund in the same 15 manner as other State money may be invested.

16 (ii) Any investment earnings of the Fund shall be credited to the 17 General Fund of the State.

- 18 **9–1731. RESERVED.**
- 19 **9–1732. Reserved.**
- 20

PART V. PAINT STEWARDSHIP PROGRAM.

21 **9–1733.**

22**(**A**)** (1) ON OR BEFORE **JANUARY** 1, 2023, **PRODUCERS** OF 23ARCHITECTURAL PAINT SOLD AT RETAIL IN THE STATE, OR A REPRESENTATIVE ORGANIZATION ACTING ON A PRODUCER'S BEHALF, SHALL SUBMIT A PLAN FOR THE 24ESTABLISHMENT OF A PAINT STEWARDSHIP PROGRAM TO THE DEPARTMENT FOR 2526APPROVAL.

(2) THE PLAN SHALL MINIMIZE PUBLIC SECTOR INVOLVEMENT IN,
 AND FINANCIAL RESPONSIBILITY FOR, THE MANAGEMENT OF POSTCONSUMER
 PAINT BY:

30 (I) **REDUCING ITS GENERATION;**

| (II) PROMOTING ITS REUSE AND RECYCLING; AND |
|---|
| (III) NEGOTIATING AND EXECUTING AGREEMENTS TO COLLECT, TRANSPORT, REUSE, RECYCLE, PROCESS FOR RESOURCE RECOVERY, AND DISPOSE |
| OF POSTCONSUMER PAINT. |
| (3) THE PLAN SHALL PROVIDE FOR CONVENIENT AND AVAILABLE STATEWIDE COLLECTION OF POSTCONSUMER PAINT THAT: |
| (I) PROVIDES FOR COLLECTION RATES AND CONVENIENCE |
| EQUAL TO OR GREATER THAN THE COLLECTION PROGRAMS AVAILABLE TO CONSUMERS PRIOR TO THE PAINT STEWARDSHIP PROGRAM; |
| (II) IDENTIFIES EACH PRODUCER PARTICIPATING IN THE PAINT STEWARDSHIP PROGRAM AND THE BRANDS OF ARCHITECTURAL PAINT SOLD |
| IN THE STATE THAT ARE COVERED BY THE PROGRAM; |
| (III) DESCRIBES HOW THE PAINT STEWARDSHIP PROGRAM MAY BE IMPLEMENTED IN COORDINATION WITH EXISTING HOUSEHOLD HAZARDOUS |
| WASTE COLLECTION INFRASTRUCTURE IN A MANNER THAT IS MUTUALLY AGREEABLE; AND |
| (IV) PROVIDES GEOGRAPHIC MODELING TO DETERMINE THE |
| NUMBER AND DISTRIBUTION OF SITES FOR COLLECTION OF POSTCONSUMER PAINT BASED ON THE FOLLOWING CRITERIA: |
| 1. AT LEAST 90% OF THE RESIDENTS OF THE STATE |
| SHALL HAVE A COLLECTION SITE WITHIN A 15-MILE RADIUS; AND |
| 2. UNLESS OTHERWISE APPROVED BY THE DEPARTMENT, ONE ADDITIONAL COLLECTION SITE SHALL BE ESTABLISHED FOR |
| EVERY 50,000 RESIDENTS OF A GEOGRAPHICAL AREA DESIGNATED UNDER FEDERAL |
| LAW AS AN URBANIZED AREA. |
| (4) THE PLAN MAY IDENTIFY A RETAILER AS A POSTCONSUMER PAINT COLLECTION SITE IF: |
| (I) THE RETAILER VOLUNTEERS TO ACT AS A POSTCONSUMER |
| PAINT COLLECTION SITE; |
| (II) THE RETAILER IS IN COMPLIANCE WITH ALL APPLICABLE LAWS AND REGULATIONS; AND |
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1(III) THE SITE LOCATION OF THE RETAILER IS CONSISTENT WITH2MAINTAINING A COST-EFFECTIVE NETWORK OF POSTCONSUMER PAINT3COLLECTION LOCATIONS.

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(5) THE PLAN SHALL ESTABLISH:

5 (I) A UNIFORM PAINT STEWARDSHIP ASSESSMENT FOR ALL 6 ARCHITECTURAL PAINT SOLD IN THE STATE; AND

7 (II) A MECHANISM FOR PAINT PRODUCERS PARTICIPATING IN A 8 PAINT STEWARDSHIP PROGRAM TO REMIT TO THE REPRESENTATIVE 9 ORGANIZATION PAYMENT OF THE PAINT STEWARDSHIP ASSESSMENT FOR EACH 10 CONTAINER OF ARCHITECTURAL PAINT SOLD IN THE STATE.

11 (6) THE TOTAL AMOUNT OF THE PAINT STEWARDSHIP ASSESSMENT 12 MAY NOT EXCEED THE COSTS OF IMPLEMENTING THE PAINT STEWARDSHIP 13 PROGRAM.

14 (7) (I) THE PAINT STEWARDSHIP ASSESSMENT SHALL BE 15 EVALUATED BY AN INDEPENDENT FINANCIAL AUDITOR, AS DESIGNATED BY THE 16 DEPARTMENT, TO ENSURE THE COSTS OF IMPLEMENTING THE PAINT 17 STEWARDSHIP PROGRAM ARE COVERED BUT NOT EXCEEDED.

18 (II) THE COST OF ANY WORK PERFORMED BY AN INDEPENDENT
 19 FINANCIAL AUDITOR SHALL BE FUNDED BY THE PROGRAM.

20 (8) PAINT STEWARDSHIP ASSESSMENTS MAY BE USED ONLY TO 21 IMPLEMENT THE PAINT STEWARDSHIP PROGRAM.

22 (B) (1) THE DEPARTMENT SHALL REVIEW:

23(I) THE PAINT STEWARDSHIP PROGRAM PLAN REQUIRED24UNDER SUBSECTION (A) OF THIS SECTION; AND

(II) THE WORK PRODUCT OF THE INDEPENDENT FINANCIAL
 AUDITOR DESIGNATED BY THE DEPARTMENT TO EVALUATE PAINT STEWARDSHIP
 ASSESSMENTS.

(2) THE PRODUCER OR REPRESENTATIVE ORGANIZATION THAT
SUBMITS A PLAN FOR APPROVAL SHALL PAY A PLAN REVIEW FEE TO THE
DEPARTMENT TO BE DEPOSITED IN THE STATE RECYCLING TRUST FUND UNDER §
9–1707 OF THIS SUBTITLE THAT COVERS THE DEPARTMENT'S COST OF PLAN
REVIEW, INCLUDING ASSOCIATED COSTS FOR PROGRAM COMPLIANCE OVERSIGHT,
AS DETERMINED BY THE DEPARTMENT.

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1 (3) IF THE DEPARTMENT DETERMINES THAT THE PAINT 2 STEWARDSHIP PROGRAM PLAN, INCLUDING THE PAINT STEWARDSHIP 3 ASSESSMENT, COMPLIES WITH THE REQUIREMENTS OF SUBSECTION (A) OF THIS 4 SECTION, THE DEPARTMENT SHALL APPROVE THE PROGRAM.

5 (4) THE DEPARTMENT SHALL LIST ON ITS WEBSITE THE PRODUCERS 6 AND BRANDS IMPLEMENTING OR PARTICIPATING IN AN APPROVED PAINT 7 STEWARDSHIP PROGRAM.

8 (C) (1) A PRODUCER OR REPRESENTATIVE ORGANIZATION SHALL 9 IMPLEMENT ITS PAINT STEWARDSHIP PROGRAM PLAN WITHIN 6 MONTHS AFTER 10 THE PLAN'S APPROVAL BY THE DEPARTMENT.

11 (2) BEGINNING OCTOBER 1, 2023, OR 6 MONTHS AFTER PLAN 12 APPROVAL, WHICHEVER IS LATER:

(I) A PRODUCER OR RETAILER MAY NOT SELL OR OFFER FOR
SALE A BRAND OF ARCHITECTURAL PAINT TO ANY PERSON IN THE STATE, UNLESS
THE PRODUCER OF THE BRAND OR A REPRESENTATIVE ORGANIZATION OF WHICH
THE PRODUCER IS A MEMBER IS IMPLEMENTING AN APPROVED PAINT
STEWARDSHIP PROGRAM;

18 (II) A PRODUCER SHALL ADD THE PAINT STEWARDSHIP 19 ASSESSMENT ESTABLISHED UNDER AN APPROVED PAINT STEWARDSHIP PROGRAM 20 TO THE COST OF ALL ARCHITECTURAL PAINT SOLD TO RETAILERS AND 21 DISTRIBUTED IN THE STATE; AND

22 (III) EACH RETAILER OR DISTRIBUTOR SHALL ADD A PAINT 23 STEWARDSHIP ASSESSMENT TO THE PURCHASE PRICE OF ALL ARCHITECTURAL 24 PAINT SOLD IN THE STATE.

25 (D) A PRODUCER OR REPRESENTATIVE ORGANIZATION PARTICIPATING IN 26 AN APPROVED PAINT STEWARDSHIP PROGRAM SHALL PROVIDE CONSUMERS WITH 27 EDUCATIONAL MATERIALS REGARDING THE PROGRAM THAT INCLUDE:

28(1) INFORMATION REGARDING AVAILABLE END-OF-LIFE29MANAGEMENT OPTIONS FOR ARCHITECTURAL PAINT OFFERED THROUGH THE30PROGRAM; AND

31 (2) INFORMATION THAT NOTIFIES CONSUMERS THAT AN 32 ASSESSMENT TO COVER THE COSTS OF IMPLEMENTING THE PROGRAM IS INCLUDED 33 IN THE PURCHASE PRICE OF ALL ARCHITECTURAL PAINT SOLD IN THE STATE. 1 (E) FOLLOWING THE IMPLEMENTATION OF THE PAINT STEWARDSHIP 2 PROGRAM, A RETAILER COMPLIES WITH THE REQUIREMENTS OF THIS SECTION IF, 3 ON THE DATE THE ARCHITECTURAL PAINT WAS ORDERED FROM THE PRODUCER OR 4 ITS AGENT, THE PRODUCER OF THE PAINT BRAND IS LISTED ON THE DEPARTMENT'S 5 WEBSITE AS IMPLEMENTING OR PARTICIPATING IN AN APPROVED PAINT 6 STEWARDSHIP PROGRAM.

(F) A POSTCONSUMER PAINT COLLECTION SITE THAT IS IDENTIFIED IN THE
 PLAN MAY NOT CHARGE AN ADDITIONAL FEE FOR THE DISPOSAL OF PAINT WHEN IT
 IS OFFERED FOR DISPOSAL.

10 (G) A PRODUCER OR REPRESENTATIVE ORGANIZATION THAT ORGANIZES 11 THE COLLECTION, TRANSPORT, AND PROCESSING OF POSTCONSUMER PAINT IN 12 ACCORDANCE WITH AN APPROVED PAINT STEWARDSHIP PROGRAM SHALL BE 13 IMMUNE FROM LIABILITY FOR ANY CLAIM OF A VIOLATION OF ANTITRUST, 14 RESTRAINT OF TRADE, OR UNFAIR TRADE PRACTICE ARISING FROM CONDUCT 15 UNDERTAKEN IN ACCORDANCE WITH THE PROGRAM.

16 (H) (1) BEGINNING APRIL 1, 2024, AND ANNUALLY THEREAFTER, THE 17 PRODUCER OR REPRESENTATIVE ORGANIZATION SHALL SUBMIT A REPORT TO THE 18 DEPARTMENT THAT DETAILS THE PAINT STEWARDSHIP PROGRAM, INCLUDING:

19 (I) A DESCRIPTION OF THE METHODS USED TO COLLECT, 20 TRANSPORT, AND PROCESS POSTCONSUMER PAINT IN THE STATE;

21 (II) THE VOLUME OF POSTCONSUMER PAINT COLLECTED IN 22 THE STATE;

(III) THE VOLUME AND TYPE OF POSTCONSUMER PAINT
COLLECTED IN THE STATE BY METHOD OF DISPOSITION, INCLUDING REUSE,
RECYCLING, AND OTHER METHODS OF PROCESSING OR DISPOSAL, THAT INCLUDES
AN ACCOUNTING OF THE VOLUME OF POSTCONSUMER PAINT COLLECTED IN THE
STATE FOR EACH COUNTY IN THE STATE;

- (IV) THE TOTAL COST OF IMPLEMENTING AND ADMINISTERING
 THE PROGRAM, AS DETERMINED BY AN INDEPENDENT FINANCIAL AUDIT FUNDED
 BY THE PAINT STEWARDSHIP ASSESSMENT; AND
- 31(V)SAMPLES OF EDUCATIONAL MATERIALS USED TO INFORM32CONSUMERS OF ARCHITECTURAL PAINT.

(2) THE PRODUCER OR REPRESENTATIVE ORGANIZATION THAT
 SUBMITS A REPORT REQUIRED UNDER THIS SECTION SHALL PAY A REPORT REVIEW
 FEE TO THE DEPARTMENT TO BE DEPOSITED IN THE STATE RECYCLING TRUST

FUND UNDER § 9–1707 OF THIS SUBTITLE THAT COVERS THE DEPARTMENT'S COST
 OF REPORT REVIEW, INCLUDING ASSOCIATED COSTS FOR PROGRAM COMPLIANCE
 OVERSIGHT, AS DETERMINED BY THE DEPARTMENT.

4 (I) (1) THE DEPARTMENT SHALL REVIEW THE ANNUAL REPORT 5 REQUIRED UNDER SUBSECTION (H) OF THIS SECTION AND:

6 (I) EVALUATE THE TOTAL COSTS OF THE PAINT STEWARDSHIP 7 PROGRAM, INCLUDING ALL EXPENSES AND REVENUES, TO DETERMINE WHETHER 8 THE PAINT STEWARDSHIP ASSESSMENT MEETS OR EXCEEDS THE COSTS OF THE 9 PROGRAM IN ACCORDANCE WITH SUBSECTION (A)(5) OF THIS SECTION; AND

10(II)**DETERMINE WHETHER THE PLAN IS BEING IMPLEMENTED**11IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION.

12(2) IF THE **DEPARTMENT DETERMINES** THAT THE PAINT STEWARDSHIP ANNUAL 13**REPORT, INCLUDING** THE PAINT **STEWARDSHIP** ASSESSMENT, COMPLIES WITH THE REQUIREMENTS OF SUBSECTION (A) OF THIS 1415SECTION, THE DEPARTMENT SHALL APPROVE THE ANNUAL REPORT.

16 (3) THE PRODUCER OR REPRESENTATIVE ORGANIZATION SHALL 17 MAKE THE APPROVED ANNUAL REPORT AVAILABLE TO THE PUBLIC.

18 (J) (1) FINANCIAL, PRODUCTION, OR SALES DATA REPORTED TO THE 19 DEPARTMENT BY A PRODUCER OR THE REPRESENTATIVE ORGANIZATION SHALL BE 20 KEPT CONFIDENTIAL BY THE DEPARTMENT AND MAY NOT BE SUBJECT TO PUBLIC 21 INSPECTION.

22 (2) THE DEPARTMENT MAY RELEASE SUMMARY DATA THAT DOES 23 NOT DISCLOSE FINANCIAL, PRODUCTION, OR SALES DATA OF A PRODUCER, 24 RETAILER, OR REPRESENTATIVE ORGANIZATION.

25 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
 26 1, 2022.