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By: Delegate Lierman

Introduced and read first time: January 19, 2022 Assigned to: Environment and Transportation and Economic Matters

A BILL ENTITLED

1 AN ACT concerning

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Environment – Packaging Materials – Producer Responsibility

3 FOR the purpose of requiring certain producers of packaging materials to individually or 4 as part of a producer responsibility organization submit a certain packaging $\mathbf{5}$ materials producer responsibility plan to the Department of the Environment for 6 review and approval on or before a certain date and in accordance with certain 7 requirements; prohibiting, on or after a certain date, a producer of certain packaging 8 materials from selling, offering for sale, distributing, or importing certain packaging 9 materials unless the producer, individually or as part of a producer responsibility organization, has an approved producer responsibility plan on file with the 10 11 Department; requiring a producer responsibility organization to implement a 12producer responsibility plan within a certain amount of time after the Department 13 approves the producer responsibility plan; establishing a producer responsibility 14plan advisory council; authorizing a local government to request reimbursement 15from a certain producer that has an approved producer responsibility plan on file 16 with the Department for certain costs in a certain manner; requiring the Office of 17Recycling in the Department to conduct certain statewide recycling needs 18 assessments in a certain manner and to submit certain reports on the results of the 19assessments to the Governor and General Assembly on or before certain dates; and 20generally relating to producer responsibility for packaging materials.

- 21 BY repealing and reenacting, with amendments,
- 22 Article Environment
- 23 Section 9–1702 and 9–1707(f)
- 24 Annotated Code of Maryland
- 25 (2014 Replacement Volume and 2021 Supplement)

26 BY adding to

- 27 Article Environment
- Section 9–1702.2; and 9–2401 through 9–2410 to be under the new subtitle "Subtitle
 24. Producer Responsibility for Packaging Materials"

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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| $\frac{1}{2}$ | Annotated Code of Maryland (2014 Replacement Volume and 2021 Supplement) |
| $\frac{3}{4}$ | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: |
| 5 | Article – Environment |
| 6 | 9–1702. |
| 7 | (a) There is an Office of Recycling created within the Department. |
| 8 9 10 | (b) The Secretary shall appoint a Director and sufficient staff to perform the functions of the Office. After July 1, 1989, the number of staff shall be as provided in the budget. |
| $\begin{array}{c} 11 \\ 12 \end{array}$ | (c) The Secretary may adopt regulations to carry out the provisions of this subtitle. |
| 13 | (d) The Office shall: |
| $\begin{array}{c} 14\\ 15\\ 16\end{array}$ | (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; |
| $\begin{array}{c} 17\\18\end{array}$ | (2) Coordinate the efforts of the State to facilitate the implementation of the recycling goals at the county level; |
| 19 20 21 | (3) Review all recycling plans submitted as part of a county plan as required under § 9–505 of this title and advise the Secretary on the adequacy of the recycling plan; |
| $\begin{array}{c} 22 \\ 23 \end{array}$ | (4) Administer the Statewide Electronics Recycling Program under Part IV of this subtitle; [and] |
| $\begin{array}{c} 24 \\ 25 \end{array}$ | (5) Promote the development of markets for recycled materials and recycled products in the State in accordance with $9-1702.1$ of this subtitle; |
| $\frac{26}{27}$ | (6) CONDUCT A STATEWIDE RECYCLING NEEDS ASSESSMENT EVERY 10 YEARS IN ACCORDANCE WITH § 9–1702.2 OF THIS SUBTITLE; AND |
| 28 29 30 31 | (7) REVIEW AND APPROVE, IN CONSULTATION WITH THE PRODUCER RESPONSIBILITY PLAN ADVISORY COUNCIL ESTABLISHED UNDER § 9–2405 OF THIS TITLE, PRODUCER RESPONSIBILITY PLANS AND ANNUAL REPORTS SUBMITTED IN ACCORDANCE WITH SUBTITLE 24 OF THIS TITLE. |

1 (e) Beginning on January 1, 1990, and biannually thereafter, the Office shall, in 2 coordination with the Maryland Environmental Service, study and report to the Governor 3 and, subject to § 2–1257 of the State Government Article, the General Assembly on:

4 (1) The identification and location of recycling centers, including an 5 analysis of existing recycling centers and the need to expand these facilities or construct 6 new recycling centers;

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

9 (3) The economics and financing of existing and proposed systems of waste 10 disposal and recycling;

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

12 (5) Programs necessary to reduce the amount of solid waste generated for 13 disposal by a State agency or unit;

14 (6) The liaison role with local governments, the federal government, and 15 the private sector;

16 (7) The percentage reduction in the amount of solid waste that has been 17 achieved by each county; and

18 (8) Economically feasible methods for the recycling of scrap automobile 19 tires, batteries, and white goods.

20 (f) (1) By December 1, 1988, the Office shall, in coordination with the 21 Maryland Environmental Service and the Governor's Task Force on Solid Waste, make 22 recommendations to the General Assembly for the financing of a comprehensive system of 23 recycling at the State and local level, including funding for recycling centers, recycling 24 equipment, recycling education, and marketing strategies.

25 (2) After the financing recommendations are made under paragraph (1) of 26 this subsection, each county may submit to the Office and the Governor a detailed request 27 for funds necessary to assist in the development and implementation of a recycling plan 28 under guidelines developed by the Office.

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

- 32 (1) Tire manufacturers;
- 33 (2) Tire dealers; and

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| 1 | (3) Tire recyclers. |
| 2 | 9–1702.2. |
| $\frac{3}{4}$ | (A) IN THIS SECTION, "PRODUCER RESPONSIBILITY ORGANIZATION" HAS THE MEANING STATED IN § $9-2401$ of this title. |
| 5 6 7 8 | (B) IN ACCORDANCE WITH SUBSECTION (D) OF THIS SECTION AND TO CARRY OUT THE REQUIREMENTS OF § 9–1702(D)(6) OF THIS SUBTITLE, THE OFFICE SHALL CONDUCT A STATEWIDE RECYCLING NEEDS ASSESSMENT ONCE EVERY 10 YEARS THAT INCLUDES: |
| 9 10 | (1) AN EVALUATION OF THE CURRENT CAPACITY RELATED TO, NEED FOR, AND ASSOCIATED COSTS OF: |
| $\begin{array}{c} 11 \\ 12 \end{array}$ | (I) FUNDING RELATED TO RECYCLING ACCESS AND AVAILABILITY; |
| $\frac{13}{14}$ | (II) COLLECTING AND HAULING RECYCLABLE OR COMPOSTABLE MATERIALS IN THE STATE; |
| $\begin{array}{c} 15\\ 16 \end{array}$ | (III) PROCESSING RECYCLABLE OR COMPOSTABLE MATERIALS IN THE STATE; |
| 17 18 19 | (IV) TAKING ADVANTAGE OF FAVORABLE MARKET CONDITIONS OR OTHER OPPORTUNITIES FOR INCREASING RECYCLING OR COMPOSTING IN THE STATE; |
| $\begin{array}{c} 20\\ 21 \end{array}$ | (V) CONSUMER EDUCATION REGARDING RECYCLING, COMPOSTING, AND CONTAMINATION REDUCTION; |
| 22 | (VI) REUSE INFRASTRUCTURE; AND |
| 23 | (VII) COMPOSTING INFRASTRUCTURE; |
| 24 25 | (2) AN EVALUATION OF COMMINGLED RECYCLING PROCESSING FACILITY WORKER CONDITIONS, WAGES, AND BENEFITS; |
| $\frac{26}{27}$ | (3) THE AVAILABILITY OF OPPORTUNITIES IN THE RECYCLING SYSTEM FOR WOMEN AND MINORITY INDIVIDUALS; |
| $28 \\ 29$ | (4) THE SUFFICIENCY OF LOCAL GOVERNMENT REQUIREMENTS RELATED TO MULTIFAMILY RECYCLING SERVICES AND THEIR IMPLEMENTATION; |

1 (5) THE SUFFICIENCY OF RECYCLING EDUCATION PROGRAMS 2 RELATIVE TO DESIRED EQUITY OUTCOMES;

 $\frac{3}{4}$

(6) THE AVAILABILITY OF OPPORTUNITIES IN THE RECYCLING SYSTEM FOR BUSINESSES IN THE STATE; AND

5 (7) RECOMMENDATIONS FOR IMPROVING EQUITY AND EQUITABLE 6 OUTCOMES FOR UNDERSERVED POPULATIONS IN THE STATE'S RECYCLING SYSTEM, 7 INCLUDING RECOMMENDATIONS FOR NEW RESPONSIBILITIES OF PRODUCER 8 RESPONSIBILITY ORGANIZATIONS AND RECOMMENDATIONS FOR FUNDING THE NEW 9 RESPONSIBILITIES.

10 (C) ON OR BEFORE OCTOBER 1, 2023, AND EACH OCTOBER 1 EVERY 10 11 YEARS THEREAFTER, THE OFFICE SHALL REPORT ON THE RESULTS OF THE MOST 12 RECENT ASSESSMENT CONDUCTED UNDER THIS SECTION TO THE GOVERNOR AND, 13 IN ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE, THE 14 GENERAL ASSEMBLY.

15 (D) IN CONDUCTING THE ASSESSMENT REQUIRED UNDER THIS SECTION, 16 THE OFFICE SHALL CONSULT WITH PRODUCER RESPONSIBILITY ORGANIZATIONS, 17 THE PRODUCER RESPONSIBILITY PLAN ADVISORY COUNCIL ESTABLISHED UNDER § 18 9–2405 OF THIS TITLE, APPROPRIATE LOCAL GOVERNMENTAL ENTITIES, AND 19 REGIONAL SOLID WASTE ORGANIZATIONS IN THE STATE.

20 (E) THE OFFICE SHALL ESTABLISH AND COLLECT A FEE TO BE PAID BY 21 PRODUCER RESPONSIBILITY ORGANIZATIONS TO COVER THE COSTS ASSOCIATED 22 WITH CONDUCTING THE ASSESSMENTS REQUIRED UNDER THIS SECTION.

23 9-1707.

24 (f) (1) There is a State Recycling Trust Fund.

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- (2) The Fund shall consist of:
- 26 (i) The newsprint recycling incentive fee;

(ii) The telephone directory recycling incentive fee collected under §
9–1709 of this subtitle;

(iii) The covered electronic device manufacturer registration fee
 collected under § 9–1728 of this subtitle;

31(IV)ANY FEES COLLECTED FROM PRODUCER RESPONSIBILITY32ORGANIZATIONS UNDER § 9–1702.2 OF THIS SUBTITLE OR SUBTITLE 24 OF THIS

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| 1 | TITLE; | | |
| 2 | | [(iv)] (V) | All fines and penalties collected under this subtitle; |
| 3 | | [(v)] (VI) | Money appropriated in the State budget to the Fund; and |
| 4 5 | benefit of the Fun | [(vi)] (VII) d. | Any other money from any other source accepted for the |
| 6 | (3) | The Secreta: | ry shall administer the Fund. |
| 7 8 | (4) account for the Fu | | er shall hold the Fund separately and the Comptroller shall |
| 9 10 11 | | ceeds \$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. |
| 12 | (6) | In accordance | ce with the State budget, the Fund shall be used only: |
| $\begin{array}{c} 13\\14\end{array}$ | develop and imple | | ovide grants to the counties to be used by the counties to cycling plans; |
| $\begin{array}{c} 15\\ 16\\ 17\end{array}$ | the separate colle 9–1703(c)(1) of thi | ction and rec | ovide grants to counties that have addressed methods for cycling of covered electronic devices in accordance with § |
| 18 19 | municipalities to i | . , _ | rovide grants to municipalities to be used by the al covered electronic device recycling programs; [and] |
| $\begin{array}{c} 20\\ 21 \end{array}$ | NEEDS ASSESSMI | | COVER THE COSTS OF THE STATEWIDE RECYCLING TED UNDER § 9–1702.2 OF THIS SUBTITLE; |
| $\frac{22}{23}$ | REVIEW, OVERSI | | OVER THE COSTS OF PRODUCER RESPONSIBILITY PLAN FORCEMENT UNDER SUBTITLE 24 OF THIS TITLE; AND |
| $\begin{array}{c} 24 \\ 25 \end{array}$ | administration. | [(iv)] (VI) | To carry out the purposes of the land management |
| $\begin{array}{c} 26 \\ 27 \end{array}$ | (7) manner as other S | . , | Treasurer shall invest the money in the Fund in the same nay be invested. |
| 28 29 | General Fund of tl | • | nvestment earnings of the Fund shall be credited to the |
| 30 | SUBTITLE 24 | 4. PRODUCE | R RESPONSIBILITY FOR PACKAGING MATERIALS. |

1 **9–2401.**

2 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 3 INDICATED.

4 (B) "ADVISORY COUNCIL" MEANS THE PRODUCER RESPONSIBILITY PLAN 5 ADVISORY COUNCIL ESTABLISHED UNDER § 9–2405 OF THIS SUBTITLE.

6 (C) "BEVERAGE CONTAINER" MEANS A PREPACKAGED BEVERAGE 7 CONTAINER:

8 (1) MADE OF ANY MATERIAL, INCLUDING GLASS, PLASTIC, METAL, 9 CARTON, POUCH, OR ASEPTIC PACKAGING, SUCH AS A DRINK BOX, OR OF 10 MULTIMATERIALS; AND

11 (2) THE VOLUME OF WHICH IS NOT MORE THAN 5 LITERS.

12**"PACKAGING (**D**)** (1) MATERIALS" MEANS. REGARDLESS OF 13RECYCLABILITY, ANY PART OF A PACKAGE OR CONTAINER, INCLUDING MATERIAL THAT IS USED FOR THE CONTAINMENT, PROTECTION, HANDLING, DELIVERY, AND 14 PRESENTATION OF A PRODUCT THAT IS SOLD, OFFERED FOR SALE, IMPORTED, OR 1516 DISTRIBUTED IN THE STATE.

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- (2) "PACKAGING MATERIALS" INCLUDES:

18 (I) PRIMARY, SECONDARY, AND TERTIARY PACKAGING 19 INTENDED FOR THE CONSUMER MARKET;

- 20 (II) SERVICE PACKAGING DESIGNED AND INTENDED TO BE 21 FILLED AT THE POINT OF SALE, INCLUDING:
- 22 **1.** CARRY–OUT BAGS;
- 23 **2. BULK GOODS BAGS;**

3.

- 2425 PACKAGING; AND
- 264.PRESCRIPTION AND PHARMACEUTICAL PACKAGING;27AND

TAKE-OUT AND HOME DELIVERY FOOD SERVICE

28 (III) BEVERAGE CONTAINERS.

"PRODUCER" MEANS A PERSON THAT MEETS ONE OF THE **(E)** (1) FOLLOWING CLASSIFICATIONS, IN DESCENDING ORDER OF RESPONSIBILITY: **(I)** A PERSON THAT USES PACKAGING MATERIALS FOR THE SALE OR DISTRIBUTION OF A PRODUCT UNDER THE PERSON'S OWN NAME OR BRAND; (II) A PERSON THAT IS A LICENSEE OF A TRADEMARK UNDER WHICH A PACKAGING MATERIAL IS SOLD, OFFERED FOR SALE, DISTRIBUTED, OR OTHERWISE USED IN A COMMERCIAL ENTERPRISE IN THE STATE, REGARDLESS OF WHETHER THE TRADEMARK IS REGISTERED; OR (III) A PERSON THAT IMPORTS A PRODUCT THAT INCLUDES A PACKAGING MATERIAL AND THAT IS SOLD, OFFERED FOR SALE, DISTRIBUTED, OR OTHERWISE USED IN A COMMERCIAL ENTERPRISE IN THE STATE. "PRODUCER" DOES NOT INCLUDE: (2) **(I)** A LOCAL GOVERNMENT; OR **(II)** A NONPROFIT CHARITABLE ORGANIZATION. **(F)** (1) "PRODUCER RESPONSIBILITY ORGANIZATION" MEANS: A PRODUCER THAT INDIVIDUALLY SUBMITS A PRODUCER **(I) RESPONSIBILITY PLAN TO THE DEPARTMENT UNDER § 9–2404 OF THIS SUBTITLE;** A NONPROFIT ORGANIZATION THAT IS: (II) EXEMPT FROM TAXATION UNDER § 501(C)(3) OF THE 1. **INTERNAL REVENUE CODE; AND** 2. **CREATED BY A GROUP OF PRODUCERS** IMPLEMENT A PRODUCER RESPONSIBILITY PLAN. (2) "PRODUCER RESPONSIBILITY ORGANIZATION" INCLUDES A REPRESENTATIVE ORGANIZATION CREATED BY A GROUP OF PRODUCER RESPONSIBILITY ORGANIZATIONS IN ACCORDANCE WITH § 9-2404(A)(1)(II)2 OF THIS SUBTITLE.

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"PRODUCER RESPONSIBILITY PLAN" MEANS A PACKAGING MATERIALS 28(G) PRODUCER RESPONSIBILITY PLAN SUBMITTED TO THE DEPARTMENT BY A 29

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OR

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| 1 2 | PRODUCER OR PRODUCER RESPONSIBILITY ORGANIZATION IN ACCORDANCE WITH § 9–2404 OF THIS SUBTITLE. |
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| 3 | 9–2402. |
| 45 | IT IS THE INTENT OF THE GENERAL ASSEMBLY THAT THIS SUBTITLE PROVIDE A FRAMEWORK FOR: |
| 6 7 | (1) MODERNIZING AND IMPROVING WASTE AND RECYCLING SYSTEMS IN THE STATE, INCLUDING BY FACILITATING: |
| 8 9 | (I) THE IMPROVEMENT OF REUSE, COMPOSTING, AND RECYCLING; |
| 10 | (II) THE IMPROVEMENT OF RECYCLING MARKETS; |
| 11 | (III) THE REDUCTION OF WASTE; AND |
| 12 | (IV) AN INCREASE IN RECYCLING RATES; AND |
| 13 14 | (2) Reimbursing local governments for costs associated with transporting, collecting, and processing packaging materials. |
| 15 | 9–2403. |
| 16 | (A) THIS SUBTITLE DOES NOT APPLY TO A PRODUCER THAT: |
| 17 18 | (1) (I) GENERATED LESS THAN \$1,000,000 IN GROSS REVENUE DURING THE IMMEDIATELY PRECEDING CALENDAR YEAR; |
| 19 20 21 | (II) SOLD, OFFERED FOR SALE, OR DISTRIBUTED FOR SALE IN THE STATE DURING THE IMMEDIATELY PRECEDING CALENDAR YEAR LESS THAN 1 TON OF PACKAGING MATERIALS; OR |
| $22 \\ 23 \\ 24 \\ 25$ | (III) CONDUCTED ALL OF THE PACKAGING MATERIALS SALES IN THE STATE DURING THE IMMEDIATELY PRECEDING CALENDAR YEAR AT A SINGLE POINT OF RETAIL SALE THAT WAS NOT SUPPLIED OR OPERATED AS PART OF A FRANCHISE; AND |

(2) ON REQUEST BY THE DEPARTMENT, PROVIDES TO THE
 DEPARTMENT SUFFICIENT INFORMATION TO DEMONSTRATE THAT THE PRODUCER
 MEETS THE CONDITIONS OF THIS SECTION.

1 (B) THIS SUBTITLE DOES NOT AFFECT THE AUTHORITY OF THE STATE OR A 2 LOCAL JURISDICTION TO REGULATE THE SALE OR USE OF ANY PACKAGING 3 MATERIAL.

4 (C) THIS SUBTITLE DOES NOT PROHIBIT A PRODUCER RESPONSIBILITY 5 ORGANIZATION FROM ESTABLISHING A DEPOSIT-RETURN SYSTEM AS ONE 6 STRATEGY FOR INCREASING THE CAPTURE AND RECYCLING OF BEVERAGE 7 CONTAINERS OR OTHER PACKAGING MATERIALS.

8 **9–2404.**

9 (A) (1) (I) ON OR BEFORE APRIL 1, 2024, EACH PRODUCER SHALL, 10 INDIVIDUALLY OR AS PART OF A PRODUCER RESPONSIBILITY ORGANIZATION, 11 SUBMIT A PRODUCER RESPONSIBILITY PLAN TO THE DEPARTMENT FOR REVIEW 12 AND APPROVAL.

THAN 13 (II) IF MORE ONE PRODUCER RESPONSIBILITY ORGANIZATION 14 SUBMITS Α PRODUCER RESPONSIBILITY PLAN TO THE 15**DEPARTMENT:**

161.THE PRODUCER RESPONSIBILITY ORGANIZATIONS17SHALL COORDINATE WITH THE DEPARTMENT AND LOCAL GOVERNMENTS TO18ENSURE THAT:

19A.RECYCLING SERVICES FOR RESIDENTS IN THE STATE20ARE PROVIDED IN A SEAMLESS MANNER; AND

21B. PUBLICOUTREACH,EDUCATION,AND22COMMUNICATION ARE PROVIDED IN A CONSISTENT MANNER; AND

23 **2.** THE PRODUCER RESPONSIBILITY ORGANIZATIONS 24 MAY CREATE A REPRESENTATIVE ORGANIZATION TO REPRESENT ALL 25 PARTICIPATING PRODUCER RESPONSIBILITY ORGANIZATIONS TO IMPLEMENT THE 26 REQUIREMENTS OF THIS SUBTITLE.

(III) BEFORE SUBMITTING THE PLAN REQUIRED UNDER THIS
 SUBSECTION TO THE DEPARTMENT, A PRODUCER OR PRODUCER RESPONSIBILITY
 ORGANIZATION SHALL CONSULT WITH THE ADVISORY COUNCIL ESTABLISHED
 UNDER § 9–2405 OF THIS SUBTITLE.

31 (2) ON OR AFTER OCTOBER 1, 2024, A PRODUCER MAY NOT SELL,
 32 OFFER FOR SALE, DISTRIBUTE, OR IMPORT FOR SALE OR DISTRIBUTION PACKAGING
 33 MATERIALS FOR USE IN THE STATE UNLESS THE PRODUCER, INDIVIDUALLY OR AS

1 PART OF A PRODUCER RESPONSIBILITY ORGANIZATION, HAS AN APPROVED 2 PRODUCER RESPONSIBILITY PLAN ON FILE WITH THE DEPARTMENT.

3 (B) A PRODUCER RESPONSIBILITY PLAN SHALL:

4 (1) IDENTIFY THE PRODUCERS COVERED BY THE PLAN, INCLUDING 5 THE CONTACT INFORMATION FOR EACH PARTICIPATING PRODUCER AND THE 6 PRODUCER RESPONSIBILITY ORGANIZATION;

7 (2) IDENTIFY EACH BRAND OF PACKAGING MATERIALS COVERED BY 8 THE PLAN;

9 (3) REQUIRE, IN ACCORDANCE WITH SUBSECTION (C) OF THIS 10 SECTION, ACHIEVEMENT WITHIN 5 YEARS AFTER THE DATE ON WHICH THE FIRST 11 VERSION OF THE PLAN IS APPROVED AND ESTABLISH THE FOLLOWING 12 PERFORMANCE GOALS, AS RELEVANT, FOR EACH PACKAGING MATERIAL TYPE:

- 13 (I) **POSTCONSUMER RECYCLED CONTENT GOALS;**
- 14 (II) **RECYCLABILITY AND RECYCLING RATE GOALS;**
- 15 (III) REUSE GOALS;
- 16 (IV) PACKAGING REDUCTION GOALS;

17 (V) COMPOST ACCESS OR COMPOST RATE GOALS, IF 18 APPLICABLE AND TECHNOLOGICALLY AND ENVIRONMENTALLY FEASIBLE;

- 19 (VI) CONTAMINATION REDUCTION RATE GOALS;
- 20 (VII) GREENHOUSE GAS REDUCTION GOALS; AND

21 (VIII) ANY OTHER GOAL THAT DEMONSTRATES POSITIVE 22 ENVIRONMENTAL IMPROVEMENT AND IS JUSTIFIED IN THE PLAN;

(4) REQUIRE EACH PARTICIPATING PRODUCER TO REDUCE ALL
PACKAGING MATERIAL WASTE TO THE MAXIMUM EXTENT PRACTICABLE, AND BY
NOT LESS THAN 25% FOR EACH PACKAGING MATERIAL TYPE, WITHIN 5 YEARS AFTER
THE DATE ON WHICH THE FIRST VERSION OF THE PLAN IS APPROVED;

27(5) DESCRIBE, IN ACCORDANCE WITH SUBSECTION (D) OF THIS28SECTION, THE FINANCING METHOD THAT WILL BE USED TO IMPLEMENT THE PLAN;

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| $\frac{1}{2}$ | (6) DESCRIBE HOW THE PERFORMANCE GOALS ESTABLISHED UNDER ITEM (3) OF THIS SUBSECTION WILL BE MET OR EXCEEDED; |
| $\frac{3}{4}$ | (7) DESCRIBE HOW STAKEHOLDER COMMENTS WERE CONSIDERED IN THE DEVELOPMENT OF THE PLAN; |
| $5 \\ 6$ | (8) DESCRIBE HOW STAFFING AND ADMINISTERING THE IMPLEMENTATION OF THE PLAN WILL BE HANDLED; |
| 7 8 9 10 | (9) DESCRIBE THE STRATEGY FOR REDUCING PACKAGING MATERIALS IN THE STATE, INCLUDING HOW PRODUCERS PARTICIPATING IN A PLAN WILL WORK TOGETHER TO REDUCE PACKAGING THROUGH PRODUCT DESIGN AND PROGRAM INNOVATIONS; |
| 11 12 13 | (10) DESCRIBE THE ACTIONS TAKEN OR THAT WILL BE TAKEN FOR PUBLIC OUTREACH, EDUCATION, AND COMMUNICATION, TAKING INTO ACCOUNT THAT PUBLIC OUTREACH, EDUCATION, AND COMMUNICATION SHALL: |
| $\begin{array}{c} 14 \\ 15 \end{array}$ | (I) PROMOTE THE RESPONSIBLE END-OF-LIFE MANAGEMENT OF PACKAGING MATERIALS; |
| $\frac{16}{17}$ | (II) PROVIDE INFORMATION ON HOW TO PREVENT LITTER OF PACKAGING MATERIALS; |
| 18 19 | (III) PROVIDE RECYCLING AND COMPOSTING INSTRUCTIONS THAT ARE, TO THE EXTENT PRACTICABLE: |
| $\begin{array}{c} 20\\ 21 \end{array}$ | 1. CONSISTENT STATEWIDE, TAKING INTO ACCOUNT DIFFERENCES AMONG LOCAL LAWS AND PROCESSING CAPABILITIES; |
| 22 | 2. EASY TO UNDERSTAND; AND |
| 23 | 3. EASILY ACCESSIBLE; AND |
| 24 | (IV) PROVIDE FOR OUTREACH AND EDUCATION THAT ARE: |
| $25 \\ 26 \\ 27$ | 1. DESIGNED TO ACHIEVE PACKAGING MATERIALS MANAGEMENT GOALS AND REQUIREMENTS, INCLUDING THE PREVENTION OF CONTAMINATION OF PACKAGING MATERIALS; |
| $\frac{28}{29}$ | 2. COORDINATED ACROSS PROGRAMS TO AVOID CONFUSION FOR CONSUMERS; AND |

13. Developed in consultation with local2Governments and other stakeholders;

3 (11) DESCRIBE, IN ACCORDANCE WITH SUBSECTION (E) OF THIS
4 SECTION, THE AMOUNT OF FUNDING THAT WILL BE USED FOR IMPROVING REUSE,
5 COMPOSTING, AND RECYCLING IN THE STATE;

6 (12) DESCRIBE THE PROCESS BY WHICH A LOCAL GOVERNMENT MAY 7 REQUEST REIMBURSEMENT FOR COSTS ASSOCIATED WITH TRANSPORTING, 8 COLLECTING, AND PROCESSING PACKAGING MATERIALS THAT ARE IDENTIFIED IN 9 THE PLAN, INCLUDING:

10 (I) THE PROCESS BY WHICH THE REQUEST WILL BE REVIEWED;

11 (II) THE PROCESS FOR APPROVING OR DENYING A REQUEST 12 FOR REIMBURSEMENT; AND

13(III) THE SCHEDULE FOR PROVIDING REIMBURSEMENT THAT14INCLUDES REIMBURSEMENT ON AT LEAST A QUARTERLY BASIS; AND

15 (13) INCLUDE ANY OTHER INFORMATION THAT IS REQUIRED BY THE 16 DEPARTMENT.

17 (C) BASED ON THE RESULTS OF THE STATEWIDE RECYCLING NEEDS 18 ASSESSMENT CONDUCTED UNDER § 9–1702.2 OF THIS TITLE, THE DEPARTMENT, IN 19 COORDINATION WITH A PRODUCER RESPONSIBILITY ORGANIZATION, SHALL 20 ESTABLISH PERFORMANCE GOALS FOR EACH PACKAGING MATERIAL TYPE USING A 21 BASELINE YEAR THAT IS INFORMED BY THE STATEWIDE RECYCLING NEEDS 22 ASSESSMENT, INCLUDING ESTABLISHING RECYCLING RATE GOALS FOR EACH 23 PACKAGING MATERIAL TYPE, AT 5–, 10–, AND 15–YEAR INTERVALS.

(D) (1) THE FINANCING METHOD THAT WILL BE USED BY A PRODUCER
RESPONSIBILITY ORGANIZATION TO IMPLEMENT A PRODUCER RESPONSIBILITY
PLAN SHALL:

(I) PROVIDE THE METHOD FOR EITHER DIRECT INVESTMENTS
 OR REIMBURSEMENTS FOR IMPROVING INFRASTRUCTURE FOR REUSE,
 COMPOSTING, AND RECYCLING IN ACCORDANCE WITH SUBSECTION (B)(11) OF THIS
 SECTION;

31(II) PROVIDE A REASONABLE ANNUAL RATE PER TON OF32RECYCLED OR COMPOSTED PACKAGING MATERIALS FOR REIMBURSING LOCAL33GOVERNMENTS FOR COSTS ASSOCIATED WITH:

UP TO 50% OF THE COST OF COLLECTING PACKAGING 1 1. $\mathbf{2}$ MATERIALS THAT ARE IDENTIFIED IN THE PLAN; 3 2. TRANSPORTING RECYCLABLE OR COMPOSTABLE 4 PACKAGING MATERIALS TO A RECYCLING OR COMPOSTING FACILITY; $\mathbf{5}$ 3. **PROCESSING PACKAGING MATERIALS, INCLUDING BY** 6 **REMOVING CONTAMINATION; AND** 7 4. **RECYCLING PACKAGING MATERIALS THAT ARE** 8 DIVERTED TO BE RECYCLED OR COMPOSTED IN THE STATE; 9 (III) ESTABLISH A FEE STRUCTURE FOR PARTICIPATING 10 PRODUCERS THAT IS SET IN A MANNER TO COVER COSTS ASSOCIATED WITH: 11 1. IMPLEMENTING THE PLAN, INCLUDING THE ADMINISTRATIVE COSTS OF A PRODUCER RESPONSIBILITY ORGANIZATION; 12132. **REIMBURSING LOCAL GOVERNMENTS FOR COSTS IN** ACCORDANCE WITH ITEM (II) OF THIS PARAGRAPH; 14THE ADMINISTRATION, REVIEW, OVERSIGHT, AND 3. 15ENFORCEMENT OF THE PLAN BY THE DEPARTMENT; 16 174. IMPLEMENTING THE STRATEGY IN THE PLAN FOR 18 **REDUCING PACKAGING MATERIALS IN ACCORDANCE WITH SUBSECTION (B)(9) OF** 19 THIS SECTION; AND 205. IMPLEMENTING THE STRATEGY IN THE PLAN FOR IMPROVING REUSE, COMPOSTING, AND RECYCLING IN THE STATE IN ACCORDANCE 21WITH SUBSECTION (B)(11) OF THIS SECTION; 2223(IV) 1. DESCRIBE THE TO **INCENTIVES ENCOURAGE** 24PARTICIPATING PRODUCERS TO ENGAGE IN WASTE REDUCTION AND RECYCLING 25**ACTIVITIES; AND** 262. DESCRIBE THE DISINCENTIVES TO DISCOURAGE DESIGNS OR PRACTICES THAT INCREASE THE COST OF MANAGING PACKAGING 2728**MATERIALS; (**V**)** 29BE EVALUATED BY AN INDEPENDENT FINANCIAL AUDITOR, AS DESIGNATED BY THE DEPARTMENT, TO ENSURE THE COSTS OF IMPLEMENTING 30

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| 1 | THE PLAN ARE COVERED; AND |
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| $\frac{2}{3}$ | (VI) MEET ANY OTHER REQUIREMENT ESTABLISHED BY THE DEPARTMENT BY REGULATION. |
| 45 | (2) THE REIMBURSEMENT RATE ESTABLISHED UNDER PARAGRAPH (1)(II) OF THIS SUBSECTION SHALL BE BASED ON: |
| 6 | (I) THE POPULATION SIZE OF A LOCAL JURISDICTION; |
| 7 8 | (II) THE DISTANCE TO THE NEAREST RECYCLING OR COMPOSTING FACILITY; |
| 9 10 | (III) THE COMMODITY VALUE OF RECYCLED PACKAGING MATERIALS; AND |
| $\begin{array}{c} 11 \\ 12 \end{array}$ | (IV) ANY SOCIOECONOMIC OR GEOGRAPHIC FACTOR, AS DETERMINED BY THE DEPARTMENT. |
| $\begin{array}{c} 13\\14 \end{array}$ | (3) THE FEE STRUCTURE ESTABLISHED UNDER PARAGRAPH (1)(III) OF THIS SUBSECTION SHALL BE VARIABLE BASED ON: |
| $\begin{array}{c} 15\\ 16 \end{array}$ | (I) COSTS ASSOCIATED WITH TRANSPORTING, COLLECTING, AND PROCESSING PACKAGING MATERIALS; |
| 17 | (II) AN ECO-MODULATION OF FEES, INCLUDING ESTABLISHING: |
| 18 19 | 1. A HIGHER FEE FOR PACKAGING MATERIALS WITH LOW RECYCLABILITY OR RECYCLED CONTENT; AND |
| $\begin{array}{c} 20\\ 21 \end{array}$ | 2. A DISCOUNTED FEE FOR PACKAGING MATERIALS WITH HIGH RECYCLABILITY OR RECYCLED CONTENT; AND |
| $\begin{array}{c} 22\\ 23 \end{array}$ | (III) ANY OTHER FACTOR, AS DETERMINED BY THE DEPARTMENT. |
| 24 25 26 27 28 | (E) THE FUNDING THAT WILL BE USED FOR IMPROVING REUSE, COMPOSTING, AND RECYCLING SHALL INCLUDE INVESTMENT IN MARKET DEVELOPMENT AND EXISTING AND FUTURE REUSE, COMPOSTING, AND RECYCLING INFRASTRUCTURE, GIVING PRIORITY TO INVESTMENT IN EXISTING INFRASTRUCTURE, INCLUDING: |

29

(1) INSTALLING OR UPGRADING EQUIPMENT TO IMPROVE THE

1 SORTING OF PACKAGING MATERIALS AT EXISTING SORTING AND PROCESSING 2 FACILITIES;

3 (2) MITIGATING THE IMPACTS OF PACKAGING MATERIALS ON OTHER 4 COMMODITIES AT EXISTING SORTING AND PROCESSING FACILITIES; AND

5 (3) CAPITAL EXPENDITURES FOR NEW TECHNOLOGY, EQUIPMENT, 6 AND FACILITIES, BASED ON THE RESULTS OF THE STATEWIDE RECYCLING NEEDS 7 ASSESSMENT CONDUCTED UNDER § 9–1702.2 OF THIS TITLE.

8 (F) THE DEPARTMENT SHALL REVIEW:

9 (1) THE PRODUCER RESPONSIBILITY PLAN REQUIRED UNDER 10 SUBSECTION (A) OF THIS SECTION; AND

11 (2) THE WORK PRODUCT OF THE INDEPENDENT FINANCIAL AUDITOR 12 DESIGNATED BY THE DEPARTMENT TO EVALUATE THE FINANCING COMPONENT OF 13 THE PRODUCER RESPONSIBILITY PLAN UNDER SUBSECTION (D)(1)(V) OF THIS 14 SECTION.

15 (G) (1) WITHIN 120 DAYS AFTER RECEIVING A PROPOSED PRODUCER 16 RESPONSIBILITY PLAN, THE DEPARTMENT SHALL APPROVE, APPROVE WITH 17 CONDITIONS, OR REJECT THE PLAN.

18 (2) IN MAKING A DETERMINATION UNDER PARAGRAPH (1) OF THIS 19 SUBSECTION, THE DEPARTMENT SHALL CONSIDER WHETHER:

(I) THE PRODUCER RESPONSIBILITY PLAN COMPLIES WITH
 THE REQUIREMENTS OF THIS SECTION, INCLUDING WHETHER THE FINANCING
 METHOD WILL COVER THE COSTS OF IMPLEMENTING THE PLAN; AND

(II) THE PRODUCER RESPONSIBILITY ORGANIZATION ENGAGED
 SUFFICIENTLY WITH STAKEHOLDERS, INCLUDING LOCAL GOVERNMENTS, IN
 DEVELOPING THE PLAN.

26 (H) WITHIN 6 MONTHS AFTER THE DATE A PRODUCER RESPONSIBILITY 27 PLAN IS APPROVED UNDER THIS SECTION, A PRODUCER RESPONSIBILITY 28 ORGANIZATION SHALL IMPLEMENT THE PLAN.

(I) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION
 AND SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, AN APPROVED PRODUCER
 RESPONSIBILITY PLAN SHALL EXPIRE AFTER 5 YEARS.

1 (2) A PRODUCER RESPONSIBILITY PLAN MAY CONTINUE AFTER 5 2 YEARS IF IT IS RENEGOTIATED, RENEWED, OR AMENDED AND APPROVED BY THE 3 DEPARTMENT IN ACCORDANCE WITH THIS SUBTITLE.

4 (3) THE DEPARTMENT MAY RESCIND APPROVAL OF A PRODUCER 5 RESPONSIBILITY PLAN AT ANY TIME FOR GOOD CAUSE.

6 (4) IF THE DEPARTMENT RESCINDS AN APPROVAL OF A PRODUCER 7 RESPONSIBILITY PLAN UNDER PARAGRAPH (3) OF THIS SUBSECTION, THE 8 PRODUCER, OR IF APPLICABLE, THE PRODUCER RESPONSIBILITY ORGANIZATION 9 MAY AMEND THE PLAN AND SUBMIT IT TO THE DEPARTMENT FOR APPROVAL IN 10 ACCORDANCE WITH THIS SUBTITLE.

11 (5) IF, BASED ON THE ANNUAL REPORT SUBMITTED UNDER § 9–2407 12 OF THIS SUBTITLE, THE PERFORMANCE GOALS ESTABLISHED UNDER SUBSECTION 13 (B)(3) OF THIS SECTION HAVE NOT BEEN ACHIEVED, THE DEPARTMENT MAY 14 REQUIRE THAT A PRODUCER RESPONSIBILITY ORGANIZATION AMEND THE 15 PRODUCER RESPONSIBILITY PLAN.

16 **9–2405.**

17 (A) THERE IS A PRODUCER RESPONSIBILITY PLAN ADVISORY COUNCIL.

18 **(B)** THE PURPOSE OF THE ADVISORY COUNCIL IS TO PROVIDE ADVICE TO 19 THE DEPARTMENT AND PRODUCER RESPONSIBILITY ORGANIZATIONS FOR 20 DRAFTING, AMENDING, AND IMPLEMENTING PRODUCER RESPONSIBILITY PLANS.

21 (C) (1) THE ADVISORY COUNCIL SHALL CONSIST OF A BROAD RANGE OF 22 INTERESTED STAKEHOLDERS APPOINTED BY THE SECRETARY, INCLUDING:

23 (I) **REPRESENTATIVES FROM THE FOLLOWING INDUSTRIES OR** 24 ENTITIES IN THE STATE:

251.LOCAL GOVERNMENT AGENCIES RESPONSIBLE FOR26RECYCLING PROGRAMS;

- 27 **2. R**ECYCLABLES AND COMPOSTABLE MATERIALS 28 COLLECTORS;
- 29 **3. R**ECYCLING PROCESSORS; AND
- 30 4. COMPOST PROCESSORS;

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| $\frac{1}{2}$ | (II) A REPRESENTATIVE FROM EACH PRODUCER RESPONSIBILITY ORGANIZATION; |
| $\frac{3}{4}$ | (III) REPRESENTATIVES OF AT LEAST TWO NONPROFIT ORGANIZATIONS IN THE STATE WITH MISSIONS RELATED TO REDUCING WASTE; |
| $5 \\ 6$ | (IV) AT LEAST ONE REPRESENTATIVE OF AN ENVIRONMENTAL ADVOCACY ORGANIZATION; |
| 7 8 | (V) AT LEAST ONE REPRESENTATIVE OF AN ENVIRONMENTAL JUSTICE ADVOCACY ORGANIZATION; AND |
| 9 10 | (VI) AT LEAST TWO MEMBERS OF THE PUBLIC WHO RESIDE IN THE STATE. |
| $11 \\ 12 \\ 13$ | (2) IN APPOINTING MEMBERS TO THE ADVISORY COUNCIL, THE SECRETARY SHALL, TO THE EXTENT PRACTICABLE, ENSURE THAT THE MEMBERSHIP OF THE ADVISORY COUNCIL REPRESENTS: |
| 14 | (I) ALL GEOGRAPHIC REGIONS OF THE STATE; |
| 15 | (II) LARGE AND SMALL COUNTIES AND MUNICIPALITIES; AND |
| $\begin{array}{c} 16 \\ 17 \end{array}$ | (III) THE VARIABILITY IN HOW WASTE AND RECYCLABLE AND COMPOSTABLE MATERIALS ARE COLLECTED AND PROCESSED IN THE STATE. |
| 18 19 | (D) FROM AMONG THE ADVISORY COUNCIL MEMBERS, THE SECRETARY SHALL DESIGNATE TWO REPRESENTATIVES TO SERVE AS COCHAIRS. |
| 20 | (E) A MEMBER OF THE ADVISORY COUNCIL: |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | (1) MAY NOT RECEIVE COMPENSATION AS A MEMBER OF THE ADVISORY COUNCIL; BUT |
| $\frac{23}{24}$ | (2) IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER THE STANDARD STATE TRAVEL REGULATIONS, AS PROVIDED IN THE STATE BUDGET. |
| 25 | (F) THE ADVISORY COUNCIL SHALL MEET AT LEAST QUARTERLY. |
| 26 | (G) THE ADVISORY COUNCIL SHALL: |
| 27 | (1) ON REQUEST BY A PRODUCER OR PRODUCER RESPONSIBILITY |

27(1) ON REQUEST BY A PRODUCER OR PRODUCER RESPONSIBILITY28ORGANIZATION, PROVIDE ADVICE REGARDING THE DRAFTING OR AMENDING OF A

| 1 | PRODUCER RESPONSIBILITY PLAN REQUIRED UNDER § $9-2404$ OF THIS SUBTITLE; |
|----------|--|
| $2 \\ 3$ | (2) RECEIVE AND REVIEW THE PRODUCER RESPONSIBILITY PLANS SUBMITTED IN ACCORDANCE WITH § 9–2404 OF THIS SUBTITLE; |
| 45 | (3) RECEIVE AND REVIEW ANNUAL REPORTS SUBMITTED IN ACCORDANCE WITH § 9–2407 OF THIS SUBTITLE; |
| 6 | (4) MAKE RECOMMENDATIONS TO THE DEPARTMENT REGARDING |
| 7 | PRODUCER RESPONSIBILITY PLAN APPROVAL; AND |
| | |
| 8 | (5) MAKE RECOMMENDATIONS TO THE DEPARTMENT AND |
| 9 | PRODUCER RESPONSIBILITY ORGANIZATIONS REGARDING PRODUCER |
| 10 | RESPONSIBILITY PLAN IMPLEMENTATION. |
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| 11 | 9-2406. |
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| 12 | IN ACCORDANCE WITH THE REQUIREMENTS OF A PRODUCER RESPONSIBILITY |
| 13 | ORGANIZATION, AS ESTABLISHED IN AN APPROVED PRODUCER RESPONSIBILITY |
| 14 | PLAN ON FILE WITH THE DEPARTMENT, AND ANY OTHER REQUIREMENT ADOPTED |
| 15 | BY THE DEPARTMENT, A LOCAL GOVERNMENT MAY REQUEST REIMBURSEMENT |
| 16 | FROM A PRODUCER RESPONSIBILITY ORGANIZATION FOR COSTS ASSOCIATED WITH |
| 17 | COLLECTING, TRANSPORTING, AND PROCESSING PACKAGING MATERIALS THAT ARE |
| 18 | IDENTIFIED UNDER THE PLAN, INCLUDING COSTS ASSOCIATED WITH RECYCLING |
| 19 | SERVICES FOR BUSINESSES, SCHOOLS, PUBLIC PLACES, RESIDENTIAL HOUSING, |
| 20 | INCLUDING MULTIFAMILY HOUSING, AND ANY OTHER ENTITY. |
| 21 | |

(A) ON OR BEFORE OCTOBER 1 EACH YEAR, BEGINNING IN 2026, EACH
PRODUCER RESPONSIBILITY ORGANIZATION THAT HAS AN APPROVED PRODUCER
RESPONSIBILITY PLAN ON FILE WITH THE DEPARTMENT SHALL REPORT TO THE
DEPARTMENT ON THE PROGRESS TOWARD MEETING PLAN REQUIREMENTS AND
GOALS FOR THE IMMEDIATELY PRECEDING YEAR.

27 (B) THE REPORT REQUIRED UNDER SUBSECTION (A) OF THIS SECTION 28 SHALL INCLUDE:

29 (1) A DETAILED DESCRIPTION OF THE REIMBURSEMENT METHODS 30 USED FOR COLLECTING, TRANSPORTING, AND PROCESSING PACKAGING 31 MATERIALS;

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| $\frac{1}{2}$ | (2) (I) THE STATUS ON ACHIEVING THE PERFORMANCE GOALS ESTABLISHED UNDER § 9–2404(B)(3) OF THIS SUBTITLE; AND |
|--|---|
| $\frac{3}{4}$ | (II) IF THE GOALS HAVE NOT BEEN ACHIEVED, A DESCRIPTION OF THE ACTIONS PROPOSED TO ACHIEVE THE GOALS; |
| 5 | (3) THE AMOUNT OF EACH PACKAGING MATERIAL TYPE COLLECTED |
| 6 7 | IN THE STATE, INCLUDING THE METHOD OF DISPOSITION OF EACH PACKAGING MATERIAL TYPE; |
| 8 9 | (4) (I) THE NUMBER OF BEVERAGE CONTAINERS SOLD IN THE STATE AND THE NUMBER COLLECTED, BY MATERIAL TYPE; |
| 10 | (II) THE OVERALL REDEMPTION RATE AND EFFECTIVE RATE OF |
| $\frac{11}{12}$ | RECYCLING OF BEVERAGE CONTAINERS BY MATERIAL TYPE, AFTER SUBTRACTING CONTAMINATION RATES, AND BY NUMBER OF UNITS AND WEIGHT; AND |
| 13 | (III) 1. A DESCRIPTION OF THE LOCATION OF COLLECTION |
| $\frac{14}{15}$ | FACILITIES OR POINTS AND SORTING AND PROCESSING FACILITIES FOR BEVERAGE CONTAINERS; |
| 10 | CONTAINERS, |
| $\frac{16}{17}$ | 2. A DESCRIPTION OF ANY IMPROVEMENTS MADE IN THE REPORTING YEAR TO INCREASE THE EASE AND CONVENIENCE FOR CONSUMERS TO |
| 18 | RETURN BEVERAGE CONTAINERS; |
| 19 | 3. A DESCRIPTION OF UNDERSERVED AREAS AND |
| $\frac{20}{21}$ | ACTIONS THAT WILL BE TAKEN BY THE PRODUCER RESPONSIBILITY ORGANIZATION TO IMPROVE THE AVAILABILITY OF COLLECTION FACILITIES OR POINTS IN |
| $\frac{21}{22}$ | UNDERSERVED AREAS; AND |
| $\begin{array}{c} 23\\ 24 \end{array}$ | 4. ANY OTHER INFORMATION ON BEVERAGE CONTAINERS REQUIRED BY THE DEPARTMENT; |
| $\frac{25}{26}$ | (5) THE TOTAL COST OF IMPLEMENTING THE PLAN, AS DETERMINED BY AN INDEPENDENT FINANCIAL AUDITOR INCLUDING: |
| $\begin{array}{c} 27\\ 28 \end{array}$ | (I) A COPY OF THE WORK PRODUCT OF THE INDEPENDENT FINANCIAL AUDITOR; AND |
| 29 30 | (II) FINANCIAL STATEMENTS DETAILING ALL PAYMENTS RECEIVED AND ISSUED BY THE PRODUCERS COVERED UNDER THE APPROVED PLAN; |

1 (6) SAMPLES OF ALL EDUCATIONAL MATERIALS PROVIDED TO 2 CONSUMERS OR OTHER ENTITIES;

3 (7) A DETAILED DESCRIPTION OF THE ACTIONS TAKEN AND AN
4 EVALUATION OF THE METHODS USED TO DISSEMINATE EDUCATIONAL MATERIALS,
5 INCLUDING RECOMMENDATIONS, IF ANY, FOR HOW THE EDUCATIONAL COMPONENT
6 OF THE PLAN CAN BE IMPROVED;

7 (8) A DETAILED DESCRIPTION OF INVESTMENTS MADE IN MARKET 8 DEVELOPMENT AND FOR IMPROVING REUSE, COMPOSTING, AND RECYCLING 9 INFRASTRUCTURE; AND

10

(9) ANY OTHER INFORMATION AS REQUIRED BY THE DEPARTMENT.

11 (C) FINANCIAL, PRODUCTION, OR SALES DATA REPORTED TO THE 12 DEPARTMENT BY A PRODUCER RESPONSIBILITY ORGANIZATION SHALL BE KEPT 13 CONFIDENTIAL BY THE DEPARTMENT AND MAY NOT BE SUBJECT TO PUBLIC 14 INSPECTION.

15 (D) SUBJECT TO SUBSECTION (C) OF THIS SECTION, THE REPORT SHALL BE 16 POSTED ON THE WEBSITE OF THE DEPARTMENT AND THE PRODUCER 17 RESPONSIBILITY ORGANIZATION.

18 **9–2408.**

19 ANY PERSON PARTICIPATING IN A PRODUCER RESPONSIBILITY PLAN IN 20 COMPLIANCE WITH THIS SUBTITLE IS IMMUNE FROM LIABILITY UNDER STATE LAW 21 RELATING TO ANTITRUST AND RESTRAINT OF TRADE FOR ANY COOPERATED 22 ACTIVITIES ARISING OUT OF THE RECYCLING, REUSE, AND DISPOSAL OF PACKAGING 23 MATERIALS.

24 **9–2409.**

25 THE DEPARTMENT SHALL ADOPT REGULATIONS TO CARRY OUT THIS 26 SUBTITLE.

27 **9–2410.**

A PRODUCER OR PRODUCER RESPONSIBILITY ORGANIZATION THAT VIOLATES
 THIS SUBTITLE IS SUBJECT TO:

30 (1) FOR A FIRST VIOLATION, A CIVIL PENALTY OF \$5,000;

1 (2) FOR A SECOND VIOLATION, A CIVIL PENALTY OF \$10,000; AND

22

2 (3) FOR A THIRD AND SUBSEQUENT VIOLATION, A CIVIL PENALTY OF 3 \$20,000.

4 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 October 1, 2022.