

129th MAINE LEGISLATURE

FIRST REGULAR SESSION-2019

Legislative Document

No. 93

H.P. 79

House of Representatives, January 15, 2019

An Act To Amend the Laws Governing Bottle Redemption To Counterbalance for Redemption Centers the Increase in Minimum Wage

Reference to the Committee on Environment and Natural Resources suggested and ordered printed.

R(+ B. Hunt

ROBERT B. HUNT Clerk

Presented by Representative McCREA of Fort Fairfield. Cosponsored by Senator CARPENTER of Aroostook and Representatives: BLUME of York, BRYANT of Windham, FARNSWORTH of Portland, GROHOSKI of Ellsworth, HANDY of Lewiston, KORNFIELD of Bangor, SCHNECK of Bangor, STANLEY of Medway. 1 Be it enacted by the People of the State of Maine as follows:

Sec. 1. 38 MRSA §3106, sub-§7, as enacted by PL 2015, c. 166, §14, is amended to read:

- 4 7. Reimbursement of handling costs. Reimbursement of handling costs is governed by this subsection.
- A. In addition to the payment of the refund value, the initiator of the deposit under 6 section 3103, subsections 1, 2 and 4 shall reimburse the dealer or local redemption 7 center for the cost of handling beverage containers subject to section 3103, in an 8 amount that equals at least 3¢ per returned container for containers picked up by the 9 initiator before March 1, 2004, at least 3 1/2¢ for containers picked up on or after 10 March 1, 2004 and before March 1, 2010 and, at least 4¢ for containers picked up on 11 or after March 1, 2010 and before March 1, 2020 and at least 5¢ for containers picked 12 up on or after March 1, 2020. The initiator of the deposit may reimburse the dealer or 13 local redemption center directly or indirectly through a party with which it has 14 entered into a commingling agreement. 15
- B. In addition to the payment of the refund value, the initiator of the deposit under 16 section 3103, subsection 3 shall reimburse the dealer or local redemption center for 17 the cost of handling beverage containers subject to section 3103 in an amount that 18 equals at least 3¢ per returned container for containers picked up by the initiator 19 before March 1, 2004, at least 3 1/2¢ for containers picked up on or after March 1, 20 21 2004 and before March 1, 2010 and, at least 4¢ for containers picked up on or after March 1, 2010 and before March 1, 2020 and at least 5¢ for containers picked up on 22 or after March 1, 2020. The initiator of the deposit may reimburse the dealer or local 23 redemption center directly or indirectly through a contracted agent or through a party 24 25 with which it has entered into a commingling agreement.
- C. The reimbursement that the initiator of the deposit is obligated to pay the dealer or 26 redemption center pursuant to paragraph A or B must be reduced by $1/2\phi$ for any 27 returned container that is subject to a qualified commingling agreement that allows 28 the dealer or redemption center to commingle beverage containers of like product 29 group, material and size. A commingling agreement is gualified for purposes of this 30 paragraph if the department determines that 50% or more of the beverage containers 31 of like product group, material and size for which the deposits are being initiated in 32 the State are covered by the commingling agreement or that the initiators of deposit 33 34 covered by the commingling agreement are initiators of deposit for wine containers who each sell no more than 100,000 gallons of wine or 500,000 beverage containers 35 that contain wine in a calendar year. Once the initiator of deposit has established a 36 qualified commingling agreement for containers of a like product group, material and 37 size, the department shall allow additional brands to be included from a different 38 product group if they are of like material. The State, through the Department of 39 Administrative and Financial Services, Bureau of Alcoholic Beverages and Lottery 40 Operations, shall make every reasonable effort to enter into a qualified commingling 41 agreement under this paragraph with every other initiator of deposit for beverage 42 containers that are of like product group, size and material as the beverage containers 43 for which the State is the initiator of deposit. 44

D. Paragraphs A, B and C do not apply to a brewer who annually produces no more 1 2 than 50,000 gallons of its product or a bottler of water who annually sells no more than 250,000 containers each containing no more than one gallon of its product. In 3 addition to the payment of the refund value, an initiator of deposit under section 4 3103, subsections 1 to 4 who is also a brewer who annually produces no more than 5 50,000 gallons of its product or a bottler of water who annually sells no more than 6 250,000 containers each containing no more than one gallon of its product shall 7 reimburse the dealer or local redemption center for the cost of handling beverage 8 containers subject to section 3103 in an amount that equals at least 3¢ per returned 9 container, except that, beginning March 1, 2020, the initiator of deposit shall 10 reimburse the dealer or local redemption center at least 4¢ per returned container. 11

SUMMARY

This bill increases by $1 \notin$ per returned container the handling costs to be reimbursed to the dealer or local redemption center for the cost of handling beverage containers beginning March 1, 2020.

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