103D CONGRESS 1ST SESSION

S. 818

To amend the Solid Waste Disposal Act to require a refund value for certain beverage containers, and to provide resources for State pollution prevention and recycling programs, and for other purposes.

IN THE SENATE OF THE UNITED STATES

APRIL 22 (legislative day, APRIL 19), 1993

Mr. Hatfield (for himself, Mr. Packwood, Mr. Mitchell, Mrs. Boxer, Mr. Jeffords, Mr. Lieberman, Mr. Kennedy, Mr. Metzenbaum, Mr. Kerry, Mr. Levin, Mr. Harkin, Mr. Leahy, and Mr. Riegle) introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

A BILL

To amend the Solid Waste Disposal Act to require a refund value for certain beverage containers, and to provide resources for State pollution prevention and recycling programs, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 **SECTION 1. SHORT TITLE.**
- 4 This Act may be cited as the "National Beverage
- 5 Container Reuse and Recycling Act of 1993".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:

- 1 (1) The failure to reuse and recycle empty bev-2 erage containers represents a significant and unnec-3 essary waste of important national energy and mate-4 rial resources.
 - (2) The littering of empty beverage containers constitutes a public nuisance, safety hazard, and aesthetic blight and imposes upon public agencies, private businesses, farmers, and landowners unnecessary costs for the collection and removal of the containers.
 - (3) Solid waste resulting from the empty beverage containers constitutes a significant and rapidly growing proportion of municipal solid waste and increases the cost and problems of effectively managing the disposal of the waste.
 - (4) It is difficult for local communities to raise the necessary capital to initiate comprehensive recycling programs.
 - (5) The reuse and recycling of empty beverage containers would help eliminate unnecessary burdens on individuals, local governments, and the environment.
 - (6) Several States have previously enacted and implemented State laws designed to protect the environment, conserve energy and material resources,

- and promote resource recovery of waste by requiring a refund value on the sale of all beverage containers.
 - (7) The laws referred to in paragraph (6) have proven inexpensive to administer and effective at reducing financial burdens on communities by internalizing the cost of recycling and litter control to the producers and consumers of beverages.
 - (8) A national system for requiring a refund value on the sale of all beverage containers would act as a positive incentive to individuals to clean up the environment and would—
 - (A) result in a high level of reuse and recycling of the containers; and
 - (B) help reduce the costs associated with solid waste management.
 - (9) A national system for requiring a refund value on the sale of all beverage containers would result in significant energy conservation and resource recovery.
 - (10) The reuse and recycling of empty beverage containers would eliminate unnecessary burdens on the Federal Government, local and State governments, and the environment.
 - (11) The collection of unclaimed refunds from a national system of beverage container recycling

1	would provide the resources necessary to assist com-
2	prehensive reuse and recycling programs throughout
3	the United States.
4	(12) A national system of beverage container
5	recycling is consistent with the intent of the Re-
6	source Conservation and Recovery Act of 1976 (42
7	U.S.C. 6901 et seq.).
8	(13) The provisions of this Act are consistent
9	with the goals established by the Administrator of
10	the Environmental Protection Agency in January
11	1988. The goals include a national goal of 25 per-
12	cent source reduction and recycling by 1992, coupled
13	with a substantial slowing of the projected rate of
14	increase in waste generation by the year 2000.
15	SEC. 3. AMENDMENT OF SOLID WASTE DISPOSAL ACT.
16	(a) IN GENERAL.—The Solid Waste Disposal Act is
17	amended by adding at the end thereof the following new
18	subtitle:
19	"Subtitle K—Beverage Container
20	Recycling
21	"SEC. 12001. DEFINITIONS.
22	As used in this subtitle:
23	"(1) BEVERAGE.—The term 'beverage' means
24	beer or other malt beverage, mineral water, soda
25	water, wine cooler, or a carbonated soft drink of any

1	variety in liquid form intended for human consump-
2	tion.
3	"(2) Beverage container.—The term bev-
4	erage container' means a container—
5	"(A) constructed of metal, glass, or plastic
6	(or a combination of the materials);
7	"(B) having a capacity of up to one gallon
8	of liquid; and
9	"(C) that is or has been sealed and used
10	to contain a beverage for sale in interstate com-
11	merce.
12	"(3) Beverage distributor.—The term bev-
13	erage distributor' means a person who sells or offers
14	for sale in interstate commerce to beverage retailers
15	beverages in beverage containers for resale.
16	"(4) Beverage retailer.—The term bev-
17	erage retailer' means a person who purchases from
18	a beverage distributor beverages in beverage contain-
19	ers for sale to a consumer or who sells or offers to
20	sell in commerce beverages in beverage containers to
21	a consumer.
22	"(5) Consumer.—The term 'consumer' means
23	a person who purchases a beverage container for any
24	use other than resale.

1	"(6) Refund value.—The term 'refund value'
2	means the amount specified as the refund value of
3	a beverage container under section 12002.
4	"(7) Unbroken beverage container.—The
5	term 'unbroken beverage container' shall include a
6	beverage container opened in a manner in which the
7	container was designed to be opened. A beverage
8	container made of metal or plastic that is com-
9	pressed shall constitute an unbroken beverage con-
10	tainer if the statement of the amount of the refund
11	value of the container is still readable.
12	"(8) Wine cooler.—The term 'wine cooler'
13	means a drink containing less than 7 percent alcohol
14	(by volume)—
15	"(A) consisting of wine and plain, spar-
16	kling, or carbonated water; and
17	"(B) containing a non-alcoholic beverage,
18	flavoring, coloring material, fruit juice, fruit ad-
19	junct, sugar, carbon dioxide, or preservatives
20	(or any combination thereof).
21	"SEC. 12002. REQUIRED BEVERAGE CONTAINER LABELING.
22	"Except as otherwise provided in section 12007, no
23	beverage distributor or beverage retailer may sell or offer
24	for sale in interstate commerce a beverage in a beverage
25	container unless there is clearly, prominently, and securely

- 1 affixed to, or printed on, the container a statement of the
- 2 refund value of the container in the amount of 10 cents.
- 3 The Administrator shall promulgate regulations establish-
- 4 ing uniform standards for the size and location of the re-
- 5 fund value statement on beverage containers. The 10 cent
- 6 amount specified in this section shall be subject to adjust-
- 7 ment by the Administrator, as provided in section 12008.

8 "SEC. 12003. ORIGINATION OF REFUND VALUE.

- 9 "For each beverage in a beverage container sold in
- 10 interstate commerce to a beverage retailer by a beverage
- 11 distributor, the distributor shall collect from the retailer
- 12 the amount of the refund value shown on the container.
- 13 With respect to each beverage in a beverage container sold
- 14 in interstate commerce to a consumer by a beverage re-
- 15 tailer, the retailer shall collect from the consumer the
- 16 amount of the refund value shown on the container. No
- 17 person other than a person described in this section may
- 18 collect a deposit on a beverage container.

19 "SEC. 12004. RETURN OF REFUND VALUE.

- 20 "(a) PAYMENT BY RETAILER.—If a person tenders
- 21 for refund an empty and unbroken beverage container to
- 22 a beverage retailer who sells (or has sold at any time dur-
- 23 ing the 3-month period ending on the date of tender) the
- 24 same brand of beverage in the same kind and size of con-

tainer, the retailer shall promptly pay the person the amount of the refund value stated on the container. 3 "(b) Payment by Distributor.— "(1) IN GENERAL.—If a person tenders for re-5 fund an empty and unbroken beverage container to a beverage distributor who sells (or has sold at any 6 7 time during the 3-month period ending on the date 8 of tender) the same brand of beverage in the same 9 kind and size of container, the distributor shall promptly pay the person— 10 "(A) the amount of the refund value stated 11 on the container, plus 12 "(B) an amount equal to at least 2 cents 13 per container to help defray the cost of han-14 15 dling. 16 "(2) TENDERING BEVERAGE CONTAINERS TO 17 OTHER PERSONS.—This subsection shall not pre-18 clude any person from tendering beverage containers 19 to persons other than beverage distributors. 20 "(c) AGREEMENTS.— 21 "(1) IN GENERAL.—Nothing in this subtitle 22 shall preclude agreements between distributors, retailers, or other persons to establish centralized bev-23 24 erage collection centers, including centers that act as

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agents of the retailers.

1	"(2) Agreement for crushing or bun-
2	DLING.—Nothing in this subtitle shall preclude
3	agreements between beverage retailers, beverage dis-
4	tributors, or other persons for the crushing or bun-
5	dling (or both) of beverage containers.
6	"SEC. 12005. ACCOUNTING FOR UNCLAIMED REFUNDS AND
7	PROVISIONS FOR STATE RECYCLING FUNDS.
8	"(a) Unclaimed Refunds.—At the end of each cal-
9	endar year, each beverage distributor shall pay to each
10	State an amount equal to the sum by which the total re-
11	fund value of all containers sold by the distributor for re-
12	sale in that State during the year exceeds the total sum
13	paid during that year by the distributor under section
14	12004(b) to persons in the State. The total amount of un-
15	claimed refunds received by any State under this section
16	shall be available to carry out pollution prevention and re-
17	cycling programs in the State.
18	"(b) Refunds in Excess of Collections.—If the
19	total amount of payments made by a beverage distributor
20	in any calendar year under section 12004(b) for any State
21	exceeds the total amount of the refund values of all con-
22	tainers sold by the distributor for resale in the State, the
23	excess shall be credited against the amount otherwise re-
24	quired to be paid by the distributor to that State under

1	subsection (a) for a subsequent calendar year, designated
2	by the beverage distributor.
3	"SEC. 12006. PROHIBITIONS ON DETACHABLE OPENINGS
4	AND POST-REDEMPTION DISPOSAL.
5	"(a) Detachable Openings.—No beverage dis-
6	tributor or beverage retailer may sell, or offer for sale,
7	in interstate commerce a beverage in a metal beverage
8	container a part of which is designed to be detached in
9	order to open the container.
10	"(b) Post-Redemption Disposal.—No retailer or
11	distributor or agent of a retailer or distributor may dis-
12	pose of any beverage container labeled pursuant to section
13	12002 or any metal, glass, or plastic from the beverage
14	container (other than the top or other seal thereof) in any
15	landfill or other solid waste disposal facility.
16	"SEC. 12007. EXEMPTED STATES.
17	"(a) In General.—
18	"(1) Exemption.—Sections 12002 through
19	12005 and sections 12008 and 12009 shall not
20	apply in any State that—
21	"(A) has adopted and implemented re-
22	quirements applicable to all beverage containers
23	sold in the State if the Administrator deter-
24	mines the requirements to be substantially simi-
25	lar to the provisions of sections 12002 through

1 12005 and sections 12008 and 12009 of this 2 subtitle; or

"(B) demonstrates to the Administrator that, for any period of 12 consecutive months following the date of enactment of this subtitle, the State achieved a recycling or reuse rate for beverage containers of at least 70 percent.

"(2) TERMINATION OF EXEMPTION.—If at anytime following a determination by the Administrator
under paragraph (1)(B) that a State has achieved a
70 percent recycling or reuse rate, the Administrator
determines that the State has failed, for any 12-consecutive month period, to maintain at least a 70 percent recycling or reuse rate of beverage containers,
the Administrator shall notify the State that, on the
expiration of the 90-day period following the notification, sections 12002 through 12005 and sections
12008 and 12009 shall apply with respect to the
State until a subsequent determination is made
under paragraph (1)(A) or a demonstration is made
under paragraph (1)(B).

"(b) Determination of Tax.—No State or political subdivision thereof that imposes a tax on the sale of any beverage container may impose a tax on any amount attributable to the refund value of the container.

- 1 "(c) Effect on Other Laws.—Nothing in this
- 2 subtitle is intended to affect the authority of any State
- 3 or political subdivision thereof—
- 4 "(1) to enact or enforce (or continue in effect)
- 5 any law concerning a refund value on containers
- 6 other than beverage containers; or
- 7 "(2) to regulate redemption and other centers
- 8 that purchase empty beverage containers from bev-
- 9 erage retailers, consumers, or other persons.
- 10 "SEC. 12008. REGULATIONS.
- 11 "(a) IN GENERAL.—Not later than 12 months after
- 12 the date of enactment of this subtitle, the Administrator
- 13 shall prescribe regulations to carry out this subtitle.
- 14 "(b) BEVERAGE RETAILER.—The regulations shall
- 15 include a definition of the term 'beverage retailer' for any
- 16 case in which beverages in beverage containers are sold
- 17 to consumers through beverage vending machines.
- 18 "(c) Adjustment for Inflation.—The regulations
- 19 shall adjust the 10 cent amount specified in section 12002
- 20 to account for inflation. The initial adjustment shall be-
- 21 come effective on the date that is 10 years after the date
- 22 of enactment of this subtitle, and additional adjustments
- 23 shall become effective every 10 years thereafter.

1 "SEC. 12009. PENALTIES.

- 2 "Any person who violates any provision of section
- 3 12002, 12003, 12004, or 12006 shall be subject to a civil
- 4 penalty of not more than \$1,000 for each violation. Any
- 5 person who violates any provision of section 12005 shall
- 6 be subject to a civil penalty of not more than \$10,000 for
- 7 each violation.

8 "SEC. 12010. EFFECTIVE DATE.

- 9 "Except as provided in section 12008, this subtitle
- 10 shall take effect on the date that is 2 years after the date
- 11 of enactment of this subtitle.".
- 12 (b) Table of Contents.—The table of contents for
- 13 the Solid Waste Disposal Act (42 U.S.C. prec. 6901) is
- 14 amended by adding at the end thereof the following new
- 15 items:

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[&]quot;SUBTITLE K—BEVERAGE CONTAINER RECYCLING

[&]quot;Sec. 12001. Definitions.

[&]quot;Sec. 12002. Required beverage container labeling.

[&]quot;Sec. 12003. Origination of refund value.

[&]quot;Sec. 12004. Return of refund value.

[&]quot;Sec. 12005. Accounting for unclaimed refunds and provisions for State recycling funds.

[&]quot;Sec. 12006. Prohibitions on detachable openings and post-redemption disposal.

[&]quot;Sec. 12007. Exempted States.

[&]quot;Sec. 12008. Regulations.

[&]quot;Sec. 12009. Penalties.

[&]quot;Sec. 12010. Effective date.".