House Bill 2184

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Presession filed (at the request of Governor Theodore R. Kulongoski for Department of Environmental Quality)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.**

Establishes goal for beverage container return rate. Changes definition of "beverage." Authorizes Oregon Liquor Control Commission to establish standards for redemption of beverage containers. Requires Department of Environmental Quality to report to Seventy-ninth Legislative Assembly on certain matters related to beverage containers. Increases refund value for beverage containers.

1 A BILL FOR AN ACT

- 2 Relating to beverage containers; creating new provisions; and amending ORS 459A.700, 459A.705 and 471.501.
- 4 Be It Enacted by the People of the State of Oregon:
 - <u>SECTION 1.</u> (1) The Legislative Assembly establishes an annual beverage container return rate goal of at least 80 percent to be achieved no later than calendar year 2015 and every year thereafter.
 - (2) The Department of Environmental Quality shall determine the beverage container return rate for each calendar year by dividing the number of beverage containers sold in Oregon by the number of beverage containers returned for the refund value specified in ORS 459A.705.
- 12 <u>SECTION 2.</u> ORS 459A.700, as amended by section 1, chapter 303, Oregon Laws 2007, is amended to read:
 - 459A.700. As used in ORS 459.992 (3) and (4) and 459A.700 to 459A.740, unless the context requires otherwise:
- 16 (1) "Beverage" means any of the following in liquid form and intended for human con-17 sumption:
 - (a) Distilled liquor;
 - (b) Wine;

5

6 7

8

9 10

11

14

15

18

19 20

21

24

27

28

- (c) Water and flavored water[,];
- (d) Beer or other malt beverages [and];
- 22 **(e)** Mineral waters, soda water and similar carbonated soft drinks [in liquid form and intended for human consumption]; and
 - (f) Sports drinks, coffee, tea, juice and similar noncarbonated drinks.
- 25 (2)(a) "Beverage container" means an individual, separate, sealed glass, metal or plastic bottle 26 or can containing a beverage in a quantity less than or equal to three fluid liters.
 - (b) "Beverage container" does not include cartons, foil pouches and drink boxes.
 - (3) "Commission" means the Oregon Liquor Control Commission.
- 29 (4) "Consumer" means every person who purchases a beverage in a beverage container for use or consumption.

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

- (5) "Dealer" means every person in this state who engages in the sale of beverages in beverage containers to a consumer, or means a redemption center certified under ORS 459A.735.
- (6) "Distributor" means every person who engages in the sale of beverages in beverage containers to a dealer in this state including any manufacturer who engages in such sales.
- (7) "Importer" means any dealer or manufacturer who directly imports beverage containers into this state.
 - (8) "In this state" means within the exterior limits of the State of Oregon and includes all territory within these limits owned by or ceded to the United States of America.
 - (9) "Manufacturer" means every person bottling, canning or otherwise filling beverage containers for sale to distributors, importers or dealers.
- (10) "Place of business of a dealer" means the location at which a dealer sells or offers for sale beverages in beverage containers to consumers.
- (11) "Use or consumption" includes the exercise of any right or power over a beverage incident to the ownership thereof, other than the sale or the keeping or retention of a beverage for the purposes of sale.
- (12) "Water and flavored water" means any beverage identified through the use of letters, words or symbols on its product label as a type of water.

SECTION 3. ORS 459A.705 is amended to read:

1 2

- 459A.705. (1) Except as provided in subsection (2) of this section, every beverage container sold or offered for sale in this state shall have a refund value of not less than [five] 10 cents.
- (2) Every beverage container certified as provided in ORS 459A.725, sold or offered for sale in this state, shall have a refund value of not less than two cents.

SECTION 4. ORS 471.501 is amended to read:

471.501. Nothing in this chapter prevents a brewery licensed under ORS 471.220 or a brewery-public house licensed under ORS 471.200 from establishing a refund value for malt beverage containers under the provisions of ORS 459A.705 that is in excess of [five] 10 cents per container for the purpose of encouraging purchasers to return the containers directly to the brewery or brewery-public house. A refund value in excess of [five] 10 cents per container may be paid under this section only to persons who are not licensed under this chapter and who return the containers directly to the brewery or brewery-public house.

<u>SECTION 5.</u> (1) The Oregon Liquor Control Commission may establish standards for the redemption of beverage containers by dealers.

- (2) The commission shall appoint an advisory committee to provide input and recommendations to the commission in regard to the redemption of beverage containers.
- <u>SECTION 6.</u> The Oregon Liquor Control Commission may adopt rules as necessary to implement section 5 of this 2009 Act.
- <u>SECTION 7.</u> The Department of Environmental Quality, in consultation with dealers, distributors, manufacturers and the Oregon Liquor Control Commission, shall report to the Seventy-ninth Legislative Assembly, no later than February 1, 2017, in the manner provided in ORS 192.245 regarding:
 - (1) Annual beverage container return rates;
- (2) Success in achieving the annual beverage container return rate goal established by section 1 of this 2009 Act;
 - (3) Whether a state-run redemption center system is necessary;
 - (4) Collecting and utilizing the refund value of beverage containers that are not returned;

T	and
2	(5) Any other recommendations to help improve the return of beverage containers in this
3	state.
4	SECTION 8. Sections 1, 5 and 6 of this 2009 Act are added to and made a part of ORS
5	459A.700 to 459A.740.
6	SECTION 9. (1) The amendments to ORS 459A.700 by section 2 of this 2009 Act become
7	operative January 1, 2013.
8	(2) The amendments to ORS 459A.705 and 471.501 by sections 3 and 4 of this 2009 Act
9	become operative January 1, 2011.
10	