# **Minority Report**

# C-Engrossed House Bill 3145

Ordered by the Senate May 23 Including House Amendments dated April 26 and May 3 and Senate Minority Report Amendments dated May 23

Sponsored by nonconcurring members of the Senate Committee on Environment and Natural Resources: Senators OLSEN, THOMSEN

#### 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.

Changes definition of "beverage" and "beverage container."

Specifies application of laws regulating redemption of beverage containers. Expands application of such laws one year after date on which Oregon Liquor Control Commission determines that at least 60 percent of beverage containers are returned or on January 1, 2018, whichever comes first.

least 60 percent of beverage containers are returned or on January 1, 2018, whichever comes first. [Increases refund value for beverage containers by specified date following determination by commission that, in each of two previous calendar years, less than 80 percent of total number of beverage containers sold in Oregon were returned.]

Requires commission to create one pilot project for establishment of beverage container redemption center.

T	A BILL FOR AN ACT
<b>2</b>	Relating to beverage containers; creating new provisions; and amending ORS 459A.700.
3	Be It Enacted by the People of the State of Oregon:
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5	BEVERAGE CONTAINERS
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7	SECTION 1. ORS 459A.700 is amended to read:
8	459A.700. As used in ORS 459.992 (3) and (4) and 459A.700 to 459A.740, unless the context re-
9	quires otherwise:
10	(1) "Beverage" [means water and flavored water, beer or other malt beverages and mineral waters,
11	soda water and similar carbonated soft drinks in liquid form and intended for human consumption]
12	means a fluid described in section 2 of this 2011 Act.
13	(2)[(a)] "Beverage container" [means an individual, separate, sealed glass, metal or plastic bottle
14	or can containing a beverage in a quantity less than or equal to three fluid liters] means a container
15	described in section 2 of this 2011 Act.
16	[(b) "Beverage container" does not include cartons, foil pouches and drink boxes.]
17	(3) "Commission" means the Oregon Liquor Control Commission.
18	(4) "Consumer" means every person who purchases a beverage in a beverage container for use
19	or consumption.
20	(5) "Dealer" means every person in this state who engages in the sale of beverages in beverage
21	containers to a consumer, or means a redemption center certified under ORS 459A.735.

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(6) "Distributor" means every person who engages in the sale of beverages in beverage con-1 2 tainers 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 3 this state. 4  $\mathbf{5}$ (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. 6 (9) "Manufacturer" means every person bottling, canning or otherwise filling beverage contain-7 ers for sale to distributors, importers or dealers. 8 9 (10) "Place of business of a dealer" means the location at which a dealer sells or offers for sale 10 beverages in beverage containers to consumers. (11) "Use or consumption" includes the exercise of any right or power over a beverage incident 11 12 to the ownership thereof, other than the sale or the keeping or retention of a beverage for the 13 purposes of sale. (12) "Water and flavored water" means any beverage identified through the use of letters, words 14 15or symbols on its product label as a type of water. SECTION 2. (1) Except as provided in subsection (2) of this section, ORS 459A.700 to 16 459A.740 apply to any individual, separate, sealed glass, metal or plastic bottle or can, except 17 18 for cartons, foil pouches and drink boxes, that contains the following beverages, intended for human consumption and in a quantity less than or equal to three fluid liters: 19 (a) Water and flavored water; 20(b) Beer or other malt beverages; and 21 22(c) Mineral waters, soda water and similar carbonated soft drinks. (2) One year after the date on which the Oregon Liquor Control Commission determines 23that at least 60 percent of the beverage containers returned for the refund value specified 24 in ORS 459A.705 are returned statewide to redemption centers approved under ORS 459A.735, 25or on January 1, 2018, whichever comes first, ORS 459A.700 to 459A.740 apply to any individ-2627ual, separate, sealed glass, metal or plastic bottle or can, except for cartons, foil pouches, drink boxes and metal containers that require a tool to be opened, that contains: 28(a) The following beverages, intended for human consumption and in a quantity less than 2930 or equal to three fluid liters: 31 (A) Water and flavored water; (B) Beer or other malt beverages; and 32(C) Mineral waters, soda water and similar carbonated soft drinks. 33 34 (b) Teas, coffees, fruit drinks, sport drinks and energy drinks in a quantity more than 35 or equal to four fluid ounces and less than or equal to one and one-half fluid liters. 36 37 PILOT PROJECT 38 SECTION 3. (1)(a) Pursuant to the provisions of ORS 459A.735, the Oregon Liquor Control 39 Commission shall approve one beverage container redemption center pilot project in a city 40 having a population of less than 300,000, operated by a distributor cooperative serving a ma-41 jority of the dealers in this state. 42 (b) Notwithstanding any other provision of ORS 459A.700 to 459A.740, the beverage con-43 tainer redemption center operated under the pilot project may not refuse to accept and to 44

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pay the refund value of up to 300 individual empty beverage containers, as established by

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1 ORS 459A.705, returned by any one person during one day.

2 (2)(a) The commission shall specify two convenience zones for the pilot project. The first 3 convenience zone shall be the sector within the one and one-half mile radius around the 4 beverage container redemption center pilot project, and the second convenience zone shall 5 be the sector within the three mile radius around the beverage container redemption center 6 pilot project.

7 (b) All dealers doing business within the first convenience zone that occupy a space of 8 5,000 or more square feet in a single area may participate in, and be served by, the pilot 9 project and, if such a dealer participates in, and is served by, the pilot project, the dealer 10 may, notwithstanding any other provision of ORS 459A.700 to 459A.740, refuse to accept and 11 to pay the refund value of empty beverage containers.

(c) All dealers doing business within the second convenience zone that occupy a space of 5,000 or more square feet in a single area may participate in, and be served by, the pilot project and, if such a dealer participates in, and is served by, the pilot project, the dealer may, notwithstanding any other provision of ORS 459A.700 to 459A.740, refuse to accept and to pay the refund value of more than 24 individual empty beverage containers returned by any one person during one day.

(d) All dealers doing business within either convenience zone that occupy a space of less
than 5,000 square feet in a single area may, notwithstanding any other provision of ORS
459A.700 to 459A.740, refuse to accept and to pay the refund value of more than 24 individual
empty beverage containers returned by any one person during one day.

(e) Any dealer doing business in either convenience zone that occupies a space of 5,000 or more square feet in a single area that does not participate in, and is not served by, the pilot project may not refuse to accept and to pay the refund value of up to 300 individual empty beverage containers, as established by ORS 459A.705, returned by any one person during one day and must provide services similar to those provided by the pilot project, including hand counting of individual empty beverage containers that are returned for the refund value established by ORS 459A.705.

(3) The commission may adopt all rules necessary to implement and administer the pro visions of this section.

MISCELLANEOUS

34 <u>SECTION 4.</u> Sections 2 and 3 of this 2011 Act are added to and made a part of ORS 35 459A.700 to 459A.740.

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#### UNIT CAPTIONS

39 <u>SECTION 5.</u> The unit captions used in this 2011 Act are provided only for the convenience 40 of the reader and do not become part of the statutory law of this state or express any leg-41 islative intent in the enactment of this 2011 Act.

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