

## Oregon's Bottle Bill: A Cooperative Approach

How the private sector made redemption and recycling a success



Jules Bailey Chief Stewardship Director Oregon Beverage Recycling Cooperative





## **Brief History of the Bottle Bill**



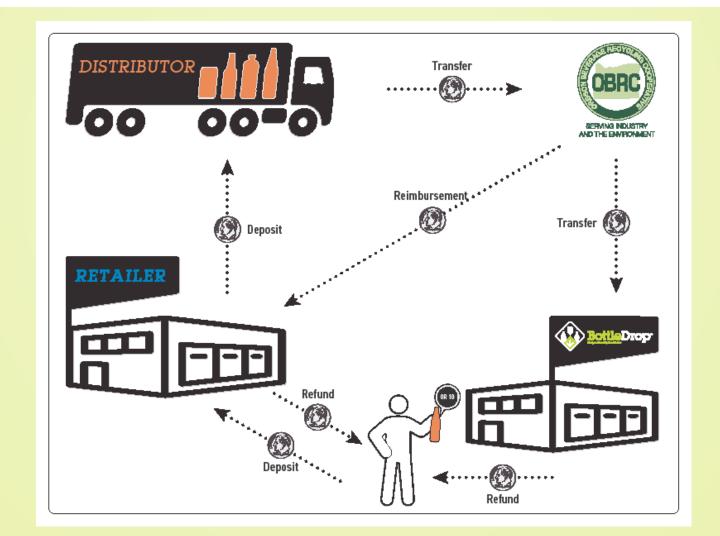
- 1971 Bottle Bill signed into law
- 2009 Bottled water added
- 2011 BottleDrop Redemption
   Center pilot begins
- 2017 Increase to 10 cent deposit
- 2018 Expansion, approximately
   35% increase in container volume





### **Path of Dime**











### Oregon Beverage Recycling Cooperative



- Operating budget: \$43 million in 2018
- Process ~ 1.5 billion containers/year
- 108 Members and Participants (any distributor of beverages)
- Over 500 Oregon Employees
- Tractor-trailers collecting empties from 2,600+/- Oregon grocery/c-store locations
- Five processing plants
- ZERO tax payer dollars



## Recent changes: 10 cents sparked huge demand







Redemption rate went from 64% to over 82% (now nearly 90%)



# Recent Changes: Expansion & Keeping pace with the industry



1971 – far fewer beverage types and container types in stores

 2018 Expansion – Applies bottle bill to reality of beverage market





## **Expansion: New containers in 2018**



#### Oregon's 2018 Bottle Bill Expansion

#### **NEWLY INCLUDED:**



- Energy & Sports Drinks
- Coffee & Tea Drinks
- Ready-to-Drink Cocktail Mixers
- Kombucha
- Hard Cider
- **Juice** (fruit & vegetable)
- Protein & MarijuanaDrinks

Beer, Soda & Water containers are still included.



#### Oregon's 2018 Bottle Bill Expansion

#### **NOT INCLUDED:**

- Wine/Distilled Spirit
- Milk (dairy & plant based)
- Infant Formula
- Meal-Replacement Drinks
- Concentrated Cocktail Mixers





## **OBRC and BottleDrop**

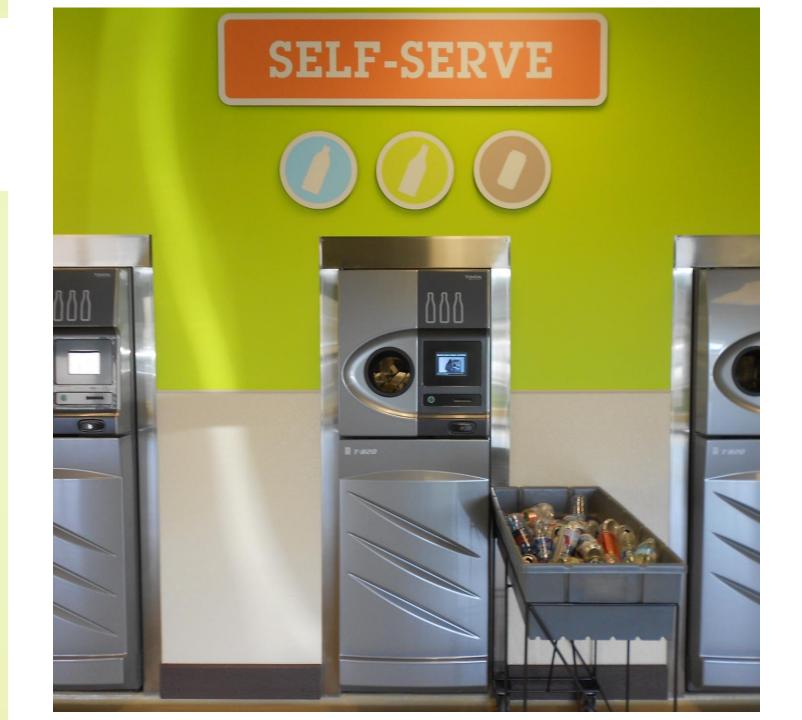






## Redemption Centers

- Clean, fast, & easy
- Single-purpose, indoor redemption centers
- 45 Locations
  - 25 full-service redemption centers
  - 1 under development
- Largest center accepts
   ~ 100 million
   containers/year
- ZERO taxpayer dollars





### Three ways to redeem: Account



- ✓ Bag it Fill BottleDrop green bags at home
- ✓ Tag it Place BottleDrop tag on bag
- ✓ **Drop it** Leave bag at any BottleDrop location (5am 11pm)
- ✓ Track it Check your account balance online or with our mobile app







## Get your cash



- ✓ At a BottleDrop
- ✓ At a store kiosk
- **✓ Get 20% more with rewards!**
- **✓ Donate to charity**
- **✓** Save for college





## Three ways to redeem: Self serve





Bring empties to a redemption center and use one of our state-of the-art reverse vending machines

Limit: 350 containers per person per day



## Three ways to redeem: Hand Count



Bring empties to a redemption center and one of our staff members will count them for you

Limit: 50 containers per person per day





# BottleDrop Express





## The fastest, easiest, BottleDrop



- Provide access to BottleDrop in smaller volume markets and urban areas
- Expand access to green bag accounts
- 20 locations operating
- Committed to 80 total





## BottleDrop Give





### Redeem yourself, support your cause



#### Non-profits

- Enroll as fundraisers
- Distribute Blue Bags
- Drop full bags at a BottleDrop
- Collect a check

#### Green Bag account holders

- Drop your bag
- Transfer your credit to any enrolled non-profit
- Over \$1 million raised to date







### **BottleDrop Fund**







#### **BottleDrop Fund Basics**

- Funded with unredeemed deposits
- Administered with Oregon Community Foundation
- Board
  - Christa McDermott, PSU Community Environmental Services
  - Barry Featherstone, Greybeal Distributing
  - Jules Bailey, Oregon Beverage Recycling Cooperative
  - Holly Braun, NW Natural
  - Dick Pedersen, retired (formerly Oregon DEQ)

#### 2018 - 2019 Program

- Partnered with Grey Family Foundation to pilot grant making process
- \$55,000 awarded for Env. Ed. Programs
  - Trash for Peace (Portland) Recycling in low-income housing communities
  - Oregon Coast Aquarium (Newport) Teacher training on ocean plastics
  - Children's Forest of Central Oregon (Bend) Outdoor education curriculum development
  - Institute for Sustainability Education and Ecology (Lane County) – Expand Green Schools Partnership Program.

OREGON COAST



# BottleDrop Plastic



## Recycled in Oregon, by Oregonians





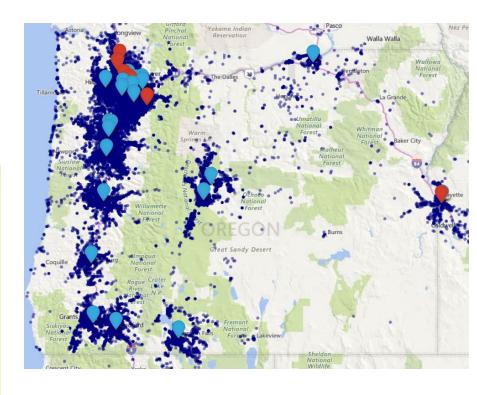
- 100% of all plastic containers collected by OBRC
- ORPET facility located in St. Helens
- 25.5 million pounds of plastic last year



## Measuring Success

- Over 315,000 account holders
  - Over 200 account sign ups each day
  - Over 15,000 bags processed per day
- 64% of redemptions coming to BottleDrop
- 1000 eligible non-profits in Give
- Over \$1 million donated to non-profits

Still: Zero tax dollars







# BottleDrop Refill





## Upping the game: Refillables



- 10 participating breweries and cideries so far
- Industry standard 12oz & 500mL bottle
- Lower cost for Oregon craft brewers
- Fraction of the carbon footprint of even recycled glass
- Projected 2 million units in first year





# Committed Participants by September 2019































#### Details



Standardized custom bottle from O-I, with thicker glass and embossed with refillable marking.



120z and 500mL bottles available for Oregon breweries –
 120z matches existing O-I longneck.

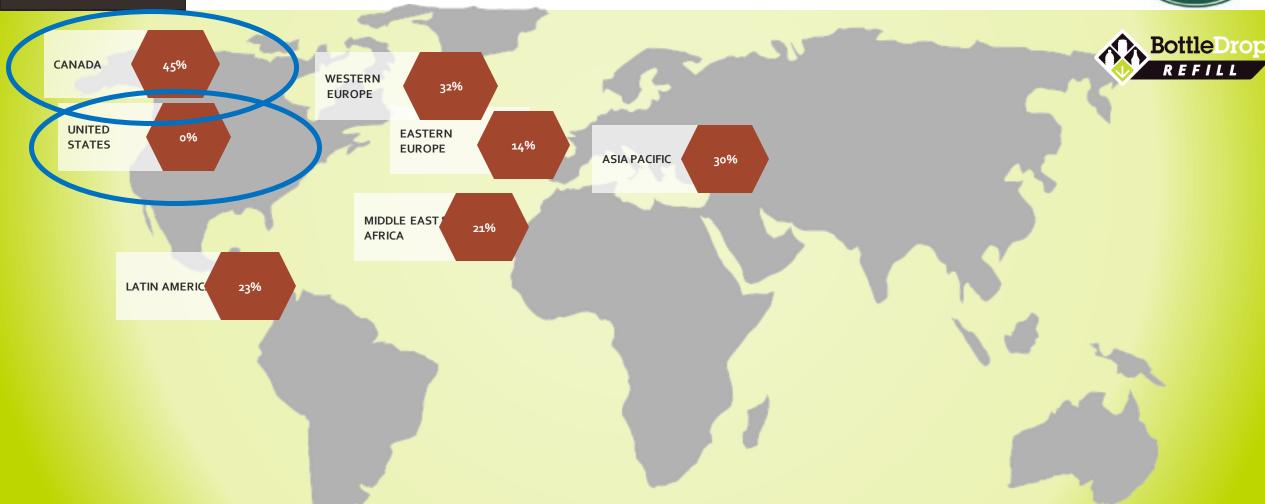
 During pilot phase, limited to SKUs with 25% or less outof-state distribution.

 Working with label suppliers to have clear label standards and approved labels for both PSL and cut and stack.



#### Global Refillable Presence























# Refillable bottles: A unique opportunity

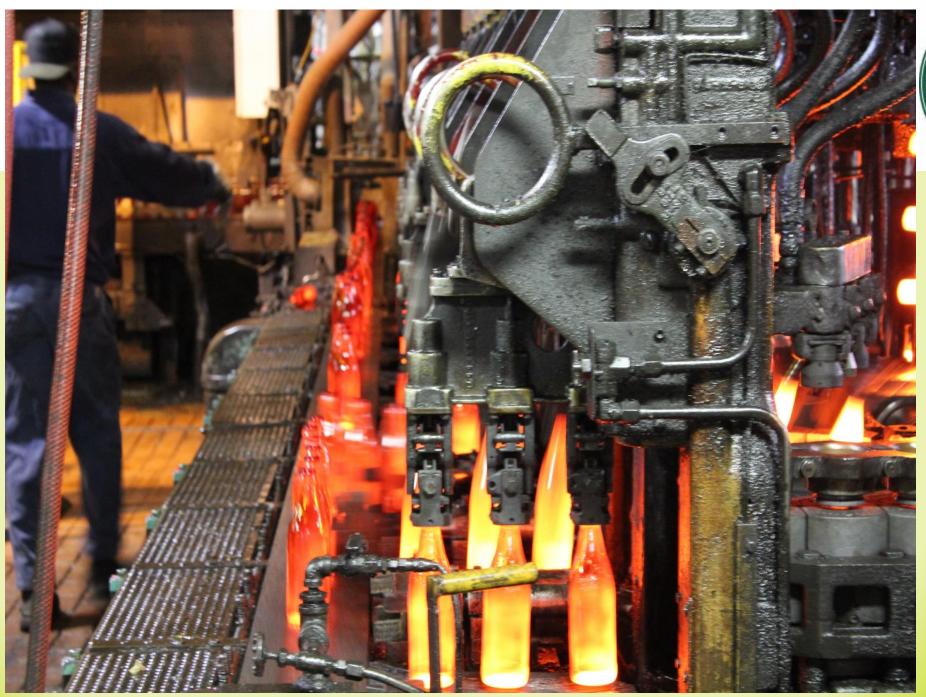


- Opportunity for beverage industry leadership
  - An "Oregon" story about industry stewardship
- Market and timing are right
  - Consumers value craft and sustainable
  - 500mL and 12oz bottles are replacing 22oz
- OBRC uniquely positioned to implement



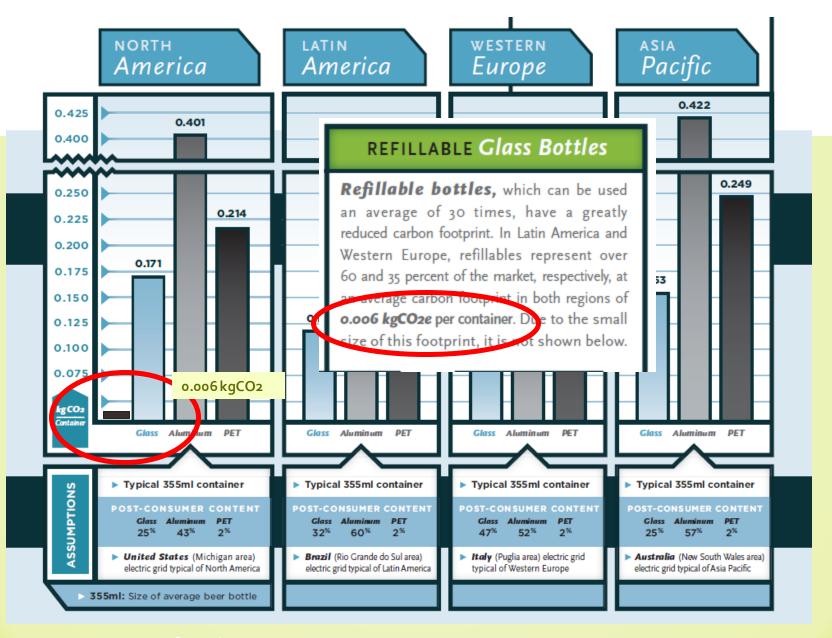


















#### Quality is key



Inspection of every bottle post-wash to ensure it is clean and defect-free



- Additional swab testing to ensure cleanliness
- OBRC takes responsibility and liability for cleanliness for any bottle defects before filling
- Bottle washing machines can easily handle foreign contaminants, like cigarettes, limes, and even syringes

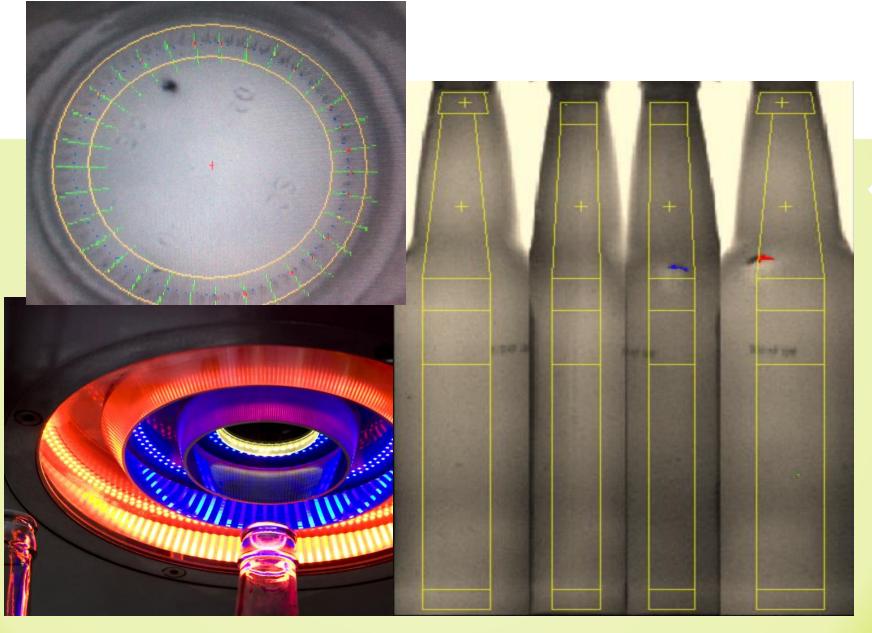


















#### Co-Marketing



- Breweries can 'opt-in' for label and six-pack space designed to educate the consumer about the refillable program
- OBRC will help subsidize the label and six-pack cost:
  - \$0.01 per label
  - 25% of the six-pack materials cost











Coming to Retail this Summer

Look for the BottleDrop bottle in 12oz & 500ml sizes







#### Simple sorting & limited quantity

Stores will average about 10 refillable bottles per day.

<u>Simply include them with other hand-count containers.</u>



#### Don't crush me!

Customers like these bottles. So does the environment. By default, they won't be crushed; however, you can have them crushed by request.





#### Get paid to impress your customers

For increased exposure (and environmental cred), sign up for our BottleBox program and we'll pay you to sort refillables in these reusable crates.

Ask us for more details!



BottleDrop Refit! is Powered by
Oregon Beverage Recycling Cooperative
www.bottledropcenters.com/refit!
503-542-4224





# For more information: <a href="https://www.obrc.com">www.obrc.com</a> <a href="https://www.bottledropcenters.com">www.bottledropcenters.com</a>

#### Thank You!



Jules Bailey Chief Stewardship Director Oregon Beverage Recycling Cooperative