<u>2SHB 1131</u> - H AMD 194 By Representative Dye

NOT CONSIDERED 01/02/2024

1 Strike everything after the enacting clause and insert the 2 following:

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"PART 1 TRUTH IN LABELING

5 <u>NEW SECTION.</u> Sec. 101. TRUTH IN LABELING. (1) Beginning January 6 1, 2027, a producer may not offer for sale, sell, or distribute in or 7 into Washington, including by means of remote sale, any covered 8 product that makes a deceptive or misleading claim about its 9 recyclability.

(a) A product or packaging that displays a chasing arrows symbol, 10 11 a chasing arrows symbol surrounding a resin identification code, or 12 any other symbol or statement indicating that it is recyclable or 13 otherwise directing the consumer to recycle the product or packaging, is deemed to be a deceptive or misleading claim under this section 14 15 unless the product or packaging is considered recyclable in the state 16 under section 103 of this act and is of a material type and form that 17 routinely becomes feedstock used in the production of new products or packaging or is exempt under (b) of this subsection. 18

19 (b) (a) of this subsection does not apply to products or 20 packaging:

(i) For which a symbol or statement described in (a) of this
 subsection is required by another state or by a federal law or agency
 in the United States at the time that the claim is made;

(ii) For which a symbol or statement described in (a) of this
 subsection is part of a widely adopted and standardized third-party
 labeling system;

(iii) For which a chasing arrows symbol is used in combination with a clearly visible line placed at a 45-degree angle over the chasing arrows symbol to convey that an item is not recyclable;

30 (iv) Manufactured up to 18 months after the date the department 31 publishes the first material characterization study required under

1 section 102 of this act, or before January 1, 2027, whichever is
2 later; or

3 (v) Any product or packaging manufactured up to 18 months after 4 the date the department updates the material characterization study 5 under section 102 of this act, if the product or packaging satisfied 6 or, for a new product or packaging, would have satisfied, the 7 requirements to be considered recyclable in the state under section 8 103 of this act before the publication of the updated study.

9 (c) For a product or packaging that is not considered to be 10 recyclable in the state under section 103 of this act, all the 11 following apply:

(i) Displaying a chasing arrows symbol or any other statement indicating the product is recyclable directly on the product is deemed to be deceptive or misleading under this section;

(ii) If a product or packaging has multiple material types, a chasing arrows symbol or statement indicating recyclability may be displayed on the external packaging that is considered to be recyclable in the state under section 103 of this act if the chasing arrows symbol or statement makes clear in the same or greater font, font size, or symbol size which other components of the product or packaging are not recyclable; and

(iii) Displaying a chasing arrows symbol or any other statement indicating recyclability on packaging containing a consumable product shall, for purposes of this section, be deemed to refer only to the packaging.

(2) At such time as an enforceable federal statutory or regulatory standard is implemented for labeling packaging related to recyclability, within 180 days the department shall review criteria under this chapter with federal standards or requirements. Upon completing its review, the department may adopt the federal criteria in lieu of the requirements of this section.

32 (3) Beginning August 1, 2023, a city, town, or county may not 33 enact an ordinance restricting the distribution or sale of covered 34 products due to displaying a chasing arrows symbol, a chasing arrows 35 symbol surrounding a resin identification code, or any other symbol 36 or statement indicating that it is recyclable if the covered product 37 is, at the time that the claim is made:

38 (a) Designated for collection in a producer responsibility39 organization plan approved by the department;

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(b) Required to display the symbol or statement by another state
 or by a federal law or agency;

3 (c) Part of a widely adopted and standardized third-party 4 labeling system; or

5 (d) Using a chasing arrows symbol in combination with a clearly 6 visible line placed at a 45-degree angle over the chasing arrows 7 symbol to convey that an item is not recyclable.

8 (4) The definitions in this subsection apply throughout this 9 section unless the context clearly requires otherwise.

10 (a)(i) "Chasing arrows symbol" means an equilateral triangle, 11 formed by three arrows curved at their midpoints, depicting a 12 clockwise path, with a short gap separating the apex of each arrow 13 from the base of the adjacent arrow.

(ii) "Chasing arrows symbol" also includes variants of that symbol that are likely to be interpreted by a consumer as an implication of recyclability including, but not limited to, one or more arrows arranged in a circular pattern or around a globe.

18 (b) "Consumable product" means a commodity that is intended to be 19 used and not disposed of.

(c) "Packaging" is to be broadly construed and includes secondaryand tertiary packaging and may be comprised of any material type.

22 <u>NEW SECTION.</u> Sec. 102. MATERIAL CHARACTERIZATION STUDY. (1) By 23 January 1, 2026, the department shall produce a material 24 characterization study to provide information to the public sufficient for evaluating whether a product or packaging 25 is recyclable in the state according to the criteria set forth in 26 27 section 103 of this act and are of material types and forms that 28 routinely become feedstock used in the production of new products or 29 packaging.

30 (a) The department shall conduct and publish on its website a 31 characterization study of material types and forms that are 32 collected, sorted, sold, or transferred by facilities that process 33 recyclable materials from curbside recycling programs and other solid 34 waste facilities deemed appropriate by the department for inclusion 35 in the study.

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(b) The material characterization study must:

(i) Use data from statistically valid and representative samples
 of materials collected from curbside recycling programs in the state
 analyzed using industry standard methodologies;

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(ii) Identify what material types and forms are actively sorted
 for recycling, and not considered contaminants, by included
 operations or facilities;

4 (iii) Identify what material types and forms are not sorted for 5 recycling, and are considered contaminants, by included operations or 6 facilities; and

7 (iv) Identify how the material collected or processed by the 8 operations and facilities was collected.

9 (2) The department shall update the material characterization 10 study required under this section no less often than every five 11 years, with the first update being issued by the department in 2029.

12 (3) For each material characterization study conducted under this section, the department shall publish on its website the preliminary 13 findings of the study and conduct a public meeting to present the 14 preliminary findings and receive public comments. The public meeting 15 16 must occur at least 30 days after the department publishes the 17 preliminary findings. After receiving and considering public comments, and within 90 days of the public meeting, the department 18 shall finalize and publish on its website the findings of the study. 19

20 (4) The department may publish additional information that was 21 not available at the time of the most recent periodic material 22 characterization study regarding the appropriate characterization of 23 material types and forms.

NEW SECTION. Sec. 103. RECYCLABILITY DETERMINATIONS. (1)(a) A product or packaging is considered recyclable in the state if, based on information published by the department under section 102 of this act, the product or packaging is of a material type and form that meets both of the following requirements:

(i) The material type and form is collected for recycling by
 recycling programs for jurisdictions that collectively encompass at
 least 60 percent of the population of the state; and

(ii) The material type and form are sorted into defined streams for recycling processes by large volume transfer or processing facilities, as provided in chapter 70A.205 RCW, that process materials and collectively serve at least 60 percent of recycling programs statewide, with the defined streams sent to and reclaimed at a reclaiming facility consistent with the requirements of chapter 70A.205 RCW.

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1 (b) The department may adopt rules modifying the requirement to 2 encompass transfer or processing facilities other than large volume 3 transfer or processing facilities as the department deems appropriate 4 for achieving the purposes of this section.

5 (2) A product or packaging is not considered recyclable in the 6 state unless the product or packaging meets all the following 7 criteria, as applicable:

8 (a) For plastic packaging, the plastic packaging is designed to 9 not include any components, inks, adhesives, or labels that prevent 10 the recyclability of the packaging according to the association of 11 plastic recyclers design guide published by the association of 12 plastic recyclers; and

(b) For plastic products and nonplastic products and packaging, the product or packaging is designed to ensure recyclability and does not include any components, inks, adhesives, or labels that prevent the recyclability of the product or packaging.

17 (3) A product or packaging is recyclable in the state if the 18 product or packaging has a demonstrated recycling rate of at least 75 19 percent, meaning that not less than 75 percent of the product or 20 packaging sorted and aggregated in the state is reprocessed into new 21 products or packaging.

(4) Before January 1, 2032, a product or packaging not collected 22 under a curbside collection program is recyclable in the state if the 23 noncurbside collection program recovers at least 60 percent of the 24 25 product or packaging in the program and the material has sufficient 26 commercial value to be marketed for recycling and be transported at the end of its useful life to a transfer, processing, or recycling 27 facility to be sorted and aggregated into defined streams by material 28 29 type and form.

(5) After January 1, 2032, a product or packaging not collected 30 31 under a curbside collection program is recyclable in the state if the noncurbside collection program recovers at least 75 percent of the 32 product or packaging in the program and the material has sufficient 33 commercial value to be marketed for recycling and be transported at 34 the end of its useful life to a transfer, processing, or recycling 35 36 facility to be sorted and aggregated into defined streams by material 37 type and form.

(6) A product or packaging is recyclable in the state if the
 product or packaging is part of, and in compliance with, a program
 established under state or federal law on or after January 1, 2025,
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governing the recyclability or disposal of that product or packaging if the director of the department determines that the product or packaging will not increase contamination of curbside recycling or deceive consumers as to the recyclability of the product or packaging.

6 (7) The information published by the department under section 102 7 of this act does not limit the discretion of a local government under 8 existing law to decide whether, and to what extent, a material type 9 or form is accepted by a local recycling program.

PART 2 11 ESTABLISHING POSTCONSUMER RECYCLED CONTENT 12 REQUIREMENTS

NEW SECTION. Sec. 201. ROLL CARTS. (1) Beginning January 1, 13 14 2024, a manufacturer or person may only sell, offer for sale, or 15 distribute for use in Washington plastic collection bins made from at least 25 percent postconsumer recycled content, including at least 10 16 percent derived from curbside recycling programs. However, a person 17 providing solid waste collection services may distribute for use in 18 Washington any plastic collection bins that were in use or in its 19 inventory in Washington state prior to January 1, 2024, until the end 20 of such a bin's useful life. 21

(2) A person with an existing municipal contract for plastic 22 23 collection bins that was in place prior to August 1, 2023, is exempt 24 from this section until the expiration or renewal date of the contract. A new or renewed contract whose terms take effect after 25 26 August 1, 2023, must be consistent with the requirements of this 27 section. Exempt persons are encouraged to meet the requirements of this section as collection bins are replaced under existing 28 29 contracts.

30 (3) Manufacturers of plastic collection bins, including persons 31 that sell, offer for sale, distribute, or provide collection bins in 32 Washington must provide written evidence or certification, upon 33 request, to the department or any municipality, retailer, stewardship 34 organization, solid waste collection company, or other purchaser of 35 collection bins showing that their collection bins meet the 36 requirements of this section.

37 (4) For the purposes of this section, "plastic collection bins"
 38 include plastic bins, cans, carts, toters, roll carts, or other
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receptacles used to collect recyclables, compostable materials, or
 garbage used by solid waste collection services.

3 <u>NEW SECTION.</u> Sec. 202. DE MINIMIS PRODUCERS. (1) For purposes 4 of determining whether a producer is a de minimis producer, the 5 weight and revenue definitional thresholds must be calculated at the 6 level of the entity associated with the covered product.

7 (2) The exemptions under this chapter for de minimis producers do 8 not apply to an entity that has agreed to accept responsibility for 9 compliance with the requirements of this chapter for a covered 10 product on the behalf of another producer.

(3) (a) De minimis producers are not required to meet annual registration, reporting, postconsumer recycled content, or fee requirements of covered products under this chapter.

(b) De minimis producers must annually notify the department, in a form and manner specified by the department, to demonstrate that the producer is a de minimis producer.

17 (4) The department may require that a producer submit information 18 necessary to verify whether a producer qualifies for de minimis 19 status, including:

20 (a) Annual global gross revenue dollar amount less than or equal 21 to \$5,000,000;

22 (b) Annual total resin weight less than or equal to one ton; and

(c) Any additional information requested by the department.

NEW SECTION. Sec. 203. POSTCONSUMER RECYCLED CONTENT REQUIREMENTS FOR PLASTIC BEVERAGE CONTAINERS. A producer of a beverage in a plastic beverage container must meet the following annual minimum postconsumer recycled content percentage on average for the total quantity of plastic beverage containers, by weight, that are sold, offered for sale, or distributed in or into Washington by the producer effective:

31 (1) For beverages except wine in 187 milliliter plastic beverage 32 containers and dairy milk:

(a) January 1, 2023, through December 31, 2025: No less than 15
 percent postconsumer recycled content plastic by weight;

35 (b) January 1, 2026, through December 31, 2030: No less than 25
 36 percent postconsumer recycled content plastic by weight; and

37 (c) On and after January 1, 2031: No less than 50 percent 38 postconsumer recycled content plastic by weight;

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1 (2) For wine in 187 milliliter plastic beverage containers and 2 dairy milk:

3 (a) January 1, 2028, through December 31, 2030: No less than 15 4 percent postconsumer recycled content plastic by weight;

5 (b) January 1, 2031, through December 31, 2035: No less than 25 6 percent postconsumer recycled content plastic by weight; and

7 (c) On and after January 1, 2036: No less than 50 percent 8 postconsumer recycled content plastic by weight.

9 Sec. 204. NEW SECTION. POSTCONSUMER RECYCLED CONTENT 10 REOUIREMENTS FOR HOUSEHOLD CLEANING PRODUCTS AND PERSONAL CARE PRODUCTS. A producer of household cleaning products 11 in plastic containers or a producer of personal care products 12 in plastic containers must meet the following annual minimum postconsumer 13 recycled content percentage on average for the total quantity of 14 15 plastic containers, by weight, that are sold, offered for sale, or distributed in or into Washington by the producer effective: 16

(1) January 1, 2025, through December 31, 2027: No less than 15
 percent postconsumer recycled content plastic by weight;

(2) January 1, 2028, through December 31, 2030: No less than 25
 percent postconsumer recycled content plastic by weight; and

(3) On and after January 1, 2031: No less than 50 percent
 postconsumer recycled content plastic by weight.

23 <u>NEW SECTION.</u> Sec. 205. POSTCONSUMER RECYCLED CONTENT FOR 24 PLASTIC TRASH BAGS. A producer of plastic trash bags must meet the 25 following annual minimum postconsumer recycled content percentage on 26 average for the total quantity of plastic trash bags, by weight, that 27 are sold, offered for sale, or distributed in or into Washington by 28 the producer effective:

(1) January 1, 2023, through December 31, 2024: No less than 10
 percent postconsumer recycled content plastic by weight;

(2) January 1, 2025, through December 31, 2026: No less than 15
 percent postconsumer recycled content plastic by weight; and

(3) On and after January 1, 2027: No less than 20 percent
 postconsumer recycled content plastic by weight.

35 <u>NEW SECTION.</u> Sec. 206. POSTCONSUMER RECYCLED CONTENT FOR 36 PLASTIC TUBS USED FOR FOOD PRODUCTS. A producer of plastic tubs used 37 for food products must meet the following annual minimum postconsumer Code Rev/ML:jlb 8 H-1592.1/23 1 recycled content percentage on average for the total quantity of 2 plastic tubs used for food products, by weight, that are sold, 3 offered for sale, or distributed in or into Washington by the 4 producer effective:

5 (1) January 1, 2026, through December 31, 2030: No less than 10 6 percent postconsumer recycled content plastic by weight; and

7 (2) On and after January 1, 2031: No less than 30 percent 8 postconsumer recycled content plastic by weight.

9 <u>NEW SECTION.</u> Sec. 207. POSTCONSUMER RECYCLED CONTENT FOR 10 SINGLE-USE PLASTIC CUPS. A producer of single-use plastic cups must 11 meet the following annual minimum postconsumer recycled content 12 percentage on average for the total quantity of single-use plastic 13 cups, by weight, that are sold, offered for sale, or distributed in 14 or into Washington by the producer effective:

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(1) For polypropylene single-use plastic cups:

(a) January 1, 2029, through December 31, 2030: No less than 15
 percent postconsumer recycled content plastic by weight; and

18 (b) On and after January 1, 2031: No less than 25 percent 19 postconsumer recycled content plastic by weight;

(2) For polyethylene terephthalate, polystyrene, and other typesof single-use plastic cups:

(a) January 1, 2029, through December 31, 2030: No less than 20
 percent postconsumer recycled content plastic by weight; and

(b) On and after January 1, 2031: No less than 30 percent postconsumer recycled content plastic by weight.

26 <u>NEW SECTION.</u> Sec. 208. POSTCONSUMER RECYCLED CONTENT FOR 27 THERMOFORM PLASTIC CONTAINERS. A producer of a thermoform plastic 28 container must meet the following annual minimum postconsumer 29 recycled content percentage on average for the total quantity of 30 thermoform plastic containers, by weight, that are sold, offered for 31 sale, or distributed in or into Washington by the producer effective: 32 (1) For packaging for consumable goods:

(a) January 1, 2031, through December 31, 2035: No less than 10
 percent postconsumer recycled content plastic by weight; and

35 (b) On and after January 1, 2036: No less than 30 percent 36 postconsumer recycled content plastic by weight;

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1 (2) (a) Except as provided in (b) of this subsection, for packaging used for durable goods: On and after January 1, 2036, no 2 less than 30 percent postconsumer recycled content plastic by weight; 3 (b) Packaging designed to accompany a durable good where that 4 durable good model is designed prior to the effective date of the 5 6 requirement in (a) of this subsection is exempt.

7 Sec. 209. POSTCONSUMER RECYCLED CONTENT FOR NEW SECTION. PLASTIC PLANT POTS AND TRAYS. A producer of plastic plant pots or 8 trays must meet the following annual minimum postconsumer recycled 9 10 content percentage on average for the total quantity of covered products, by weight, that are sold, offered for sale, or distributed 11 in or into Washington by the producer effective: 12

13 (1) January 1, 2026, through December 31, 2030: No less than 30 percent postconsumer recycled content plastic by weight; and 14

15 (2) On and after January 1, 2031: No less than 80 percent 16 postconsumer recycled content plastic by weight.

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AMENDMENTS TO EXISTING POSTCONSUMER RECYCLED CONTENT REQUIREMENTS

PART 3

20 Sec. 301. RCW 70A.245.010 and 2021 c 313 s 2 are each amended to 21 read as follows:

22 The definitions in this section apply throughout this chapter 23 unless the context clearly requires otherwise.

(1) (a) "Beverage" means ((beverages identified in (a) through (f) 24 25 of this subsection,)) liquid products intended for human or animal 26 consumption, and in a quantity more than or equal to two fluid ounces and less than or equal to one gallon: 27

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(((a))) <u>(i)</u> Water and flavored water;

(((b))) <u>(ii)</u> Beer or other malt beverages; 29

- 30 (((c))) <u>(iii)</u> Wine;
- (((d))) <u>(iv)</u> Distilled spirits; 31

32 (((e))) <u>(v)</u> Mineral water, soda water, and similar carbonated 33 soft drinks; ((and

(f) Any beverage other than those specified in (a) through (e) of 34 35 this subsection, except)) (vi) Dairy milk; and

36 (vii) Any other beverage identified by the department by rule.

1 (b) Beverage does not include infant formula as defined in 21 U.S.C. Sec. 321(z), medical food as defined in 21 U.S.C. Sec. 2 360ee(b)(3), or fortified oral nutritional supplements used for 3 persons who require supplemental or sole source nutritional needs due 4 to special dietary needs directly related to cancer, chronic kidney 5 6 disease, diabetes, or other medical conditions as determined by the 7 department.

(2) "Beverage manufacturing industry" means an association that 8 represents beverage producers. 9

(3) "Condiment packaging" means packaging used to deliver single-10 11 serving condiments to customers. Condiment packaging includes, but is 12 not limited to, single-serving packaging for ketchup, mustard, relish, mayonnaise, hot sauce, coffee creamer, salad dressing, jelly, 13 14 jam, and soy sauce.

(4) (a) "Covered product" means an item in one of the following 15 16 categories subject to minimum postconsumer recycled content 17 requirements:

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(i) Plastic trash bags;

(ii) Household cleaning ((and personal care products that use 19 20 plastic household cleaning and personal care product containers; and

21 (iii) Beverages that use plastic beverage containers)) products 22 that use plastic household cleaning product containers;

23 (iii) Personal care products that use personal care product containers; 24

25 (iv) Beverages that use plastic beverage containers;

26 (v) Plastic tubs used for food products;

(vi) Thermoform plastic containers; 27

28 (vii) Single-use plastic cups; and

29 (ix) Plastic pots and trays.

(b) "Covered product" does not include any type of container or 30 31 bag for which the state is preempted from regulating content of the 32 container material or bag material under federal law.

33 (5) "Dairy milk" means a beverage that designates milk as the predominant (first) ingredient in the ingredient list on 34 the 35 container's label.

36 (6) "Department" means the department of ecology.

(7) "Expanded polystyrene" means blown polystyrene and expanded 37 38 and extruded foams that are thermoplastic petrochemical materials 39 utilizing a styrene monomer and processed by any number of techniques 40 including, but not limited to, fusion of polymer spheres (expandable Code Rev/ML:jlb 11 H-1592.1/23

1 bead polystyrene), injection molding, foam molding, and extrusion-2 blow molding (extruded foam polystyrene).

(8) "Food service business" means a business selling or providing
food for consumption on or off the premises, and includes fullservice restaurants, fast food restaurants, cafes, delicatessens,
coffee shops, grocery stores, vending trucks or carts, home delivery
services, delivery services provided through an online application,
and business or institutional cafeterias.

9 (9) "Food service product" means a product intended for one-time 10 use and used for food or drink offered for sale or use. Food service 11 products include, but are not limited to, containers, plates, bowls, 12 cups, lids, beverage containers, meat trays, deli rounds, utensils, 13 sachets, straws, condiment packaging, clamshells and other hinged or 14 lidded containers, wrap, and portion cups.

15 (10) "Household cleaning ((and personal care product" means any 16 of the following:

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(a) Laundry detergents, softeners, and stain removers;

18 (b) Household cleaning products;

19 (c) Liquid soap;

20 (d) Shampoo, conditioner, styling sprays and gels, and other hair
21 care products; or

(e) Lotion, moisturizer, facial toner, and other skin care))
products" means products labeled, marketed, or otherwise indicating
that the purpose of the product is to clean, freshen, or remove
unwanted substances, such as dirt, stains, and other impurities from
objects, interior or exterior structures, vehicles, possessions, and
environments associated with a household. These items include:

28 <u>(a) Liquid soaps, laundry soaps, detergents, softeners, surface</u>
29 polishes, and stain removers;

(b) Textile cleaners, carpet and pet cleaners, and treatments; or

31 (c) Other products used to clean or freshen areas associated with 32 a household.

33 (11) "Household cleaning and personal care product manufacturing 34 industry" means an association that represents companies that 35 manufacture household cleaning <u>products</u> and personal care products.

36 (12) "Licensee" means a manufacturer <u>of a covered product</u> or 37 entity who licenses a brand and manufactures a covered product under 38 that brand.

39 (13) "Oral nutritional supplement" means a manufactured liquid, 40 powder capable of being reconstituted, or solid product that contains Code Rev/ML:jlb 12 H-1592.1/23 1 a combination of carbohydrates, proteins, fats, fiber, vitamins, and 2 minerals intended to supplement a portion of a patient's nutrition 3 intake.

4 (14) "Plastic beverage container" means a bottle or other rigid 5 container that is capable of maintaining its shape when empty, 6 comprised solely of one or multiple plastic resins designed to 7 contain a beverage. Plastic beverage container does not include:

8 (a) Refillable beverage containers, such as containers that are 9 sufficiently durable for multiple rotations of their original or 10 similar purpose and are intended to function in a system of reuse;

11 (b) Rigid plastic containers or plastic bottles that are or are 12 used for medical devices, medical products that are required to be 13 sterile, nonprescription and prescription drugs, or dietary 14 supplements as defined in RCW 82.08.0293;

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(c) Bladders or pouches that contain wine; or

16 (d) ((Liners, caps, corks, closures, labels, and other items 17 added externally or internally but otherwise separate from the 18 structure of the bottle or container)) Other covered products subject 19 to minimum postconsumer recycled content requirements.

(15) (a) "Plastic household cleaning ((and)) <u>container or</u> personal care product container" means a bottle, jug, or other rigid container ((with a neck or mouth narrower than the base, and)):

23 (i) ((A)) <u>With a</u> minimum capacity of eight fluid ounces or its 24 equivalent volume;

25 (ii) ((A)) <u>With a</u> maximum capacity of five fluid gallons or its 26 equivalent volume;

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(iii) That is capable of maintaining its shape when empty;

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(iv) Comprised solely of one or multiple plastic resins; and

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30 (b) "Plastic household cleaning ((and)) product container or

(v) Containing a household cleaning or personal care product.

31 personal care product container" does not include:

(i) Refillable household cleaning ((and)) product containers or personal care product containers, such as containers that are sufficiently durable for multiple rotations of their original or similar purpose and are intended to function in a system of reuse; ((and))

(ii) Rigid plastic containers or plastic bottles that are medical devices, medical products that are required to be sterile, and nonprescription and prescription drugs, dietary supplements as defined in RCW 82.08.0293, and packaging used for those products; or 1 (iii) Other covered products subject to minimum postconsumer
2 recycled content requirements.

3 "Plastic trash bag" means a bag that (16)is made of noncompostable plastic, is at least 0.70 mils thick, and is designed 4 and manufactured for use as a container to hold, store, or transport 5 6 materials to be discarded or recycled, and includes, but is not 7 limited to, a garbage bag, recycling bag, lawn or leaf bag, can liner bag, kitchen bag, or compactor bag. "Plastic trash bag" does not 8 include any compostable bags meeting the requirements of chapter 9 70A.455 RCW. 10

11 (17) "Plastic trash bag manufacturing industry" means an 12 association that represents companies that manufacture plastic trash 13 bags.

(18) "Postconsumer recycled content" means the content of a covered product made of recycled materials derived specifically from recycled material generated by households or by commercial, industrial, and institutional facilities in their role as end users of a product that can no longer be used for its intended purpose. "Postconsumer recycled content" includes returns of material from the distribution chain.

(19) (a) "Producer" means the following person responsible for compliance with minimum postconsumer recycled content requirements under this chapter for a covered product sold, offered for sale, or distributed in or into this state:

(i) (A) If the covered product is sold under the manufacturer's own brand or lacks identification of a brand, the producer is the person who manufactures the covered product;

28 <u>(B) If the covered product is sold under the brand of a retail</u> 29 <u>establishment, the producer is the retail establishment;</u>

30 (ii) If the covered product is manufactured by a person other 31 than the brand owner, the producer is the person who is the licensee 32 of a brand or trademark under which a covered product is sold, 33 offered for sale, or distributed in or into this state, whether or 34 not the trademark is registered in this state, unless the 35 manufacturer or brand owner of the covered product has agreed to 36 accept responsibility under this chapter; or

(iii) If there is no person described in (a)(i) and (ii) of this subsection over whom the state can constitutionally exercise jurisdiction, the producer is the person who imports or distributes the covered product in or into the state.

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(b) "Producer" does not include:

2 (i) Government agencies, municipalities, or other political 3 subdivisions of the state; <u>or</u>

4 (ii) Registered 501(c)(3) charitable organizations and 501(c)(4)
5 social welfare organizations((; or

6 (iii) De minimis producers that annually sell, offer for sale, 7 distribute, or import in or into the country for sale in Washington:

(A) Less than one ton of a single category of plastic beverage
 containers, plastic household cleaning and personal care containers,
 or plastic trash bags each year; or

11 (B) A single category of a covered product that in aggregate 12 generates less than \$1,000,000 each year in revenue)).

13 (20)(a) "Retail establishment" means any person, corporation, 14 partnership, business, facility, vendor, organization, or individual 15 that sells or provides merchandise, goods, or materials directly to a 16 customer.

(b) "Retail establishment" includes, but is not limited to, food service businesses, grocery stores, department stores, hardware stores, home delivery services, pharmacies, liquor stores, restaurants, catering trucks, convenience stores, or other retail stores or vendors, including temporary stores or vendors at farmers markets, street fairs, and festivals.

(21) (a) "Utensil" means a product designed to be used by a consumer to facilitate the consumption of food or beverages, including knives, forks, spoons, cocktail picks, chopsticks, splash sticks, and stirrers.

(b) "Utensil" does not include plates, bowls, cups, and other products used to contain food or beverages.

29 (22) "Brand" means a name, symbol, word, logo, or mark that 30 identifies a product and attributes the product and its components, 31 including packaging, to the brand owner of the product as the 32 producer.

33 (23) "De minimis producer" means an entity that annually sells, 34 offers for sale, distributes, or imports:

35 (a) In or into the country for sale in Washington state less than 36 one ton of covered products; and

37 (b) A global gross revenue of less than \$5,000,000 for the most 38 recent fiscal year of the organization.

39 (24) "Durable good" means a product that provides utility over an 40 extended period of time.

1	(25) "Entity" means an individual and any form of business
2	enterprise. For purposes of calculating the de minimis producer
3	thresholds under this chapter, a producer entity includes all legal
4	entities that are affiliated by common ownership of 50 percent or
5	greater, including parents, subsidiaries, and commonly owned
6	<u>affiliates.</u>
7	(26) "Household" means all of the people who occupy a residential
8	property regardless of their relationship to one another.
9	(27) "Personal care product" means a product intended or marketed
10	for use to be rubbed, poured, sprinkled, or sprayed on, introduced
11	into, or otherwise applied to the human body for cleansing,
12	beautifying, promoting attractiveness, or altering the appearance
13	including:
14	(a) Shampoo, conditioner, styling sprays and gels, and other hair
15	<u>care products;</u>
16	(b) Lotion, moisturizer, facial toner, and other skin care
17	products;
18	(c) Liquid soap and other body care products; or
19	(d) Other products used to maintain, improve, or enhance personal
20	care or appearance.
21	(28) "Plant pot or tray" means a single-use or durable container,
22	material transport tray, or water collection tray used to grow,
23	contain, cultivate, display, or transport plants or soil.
24	(29)(a) "Plastic tub" means a wide mouth, rigid container used to
25	package consumable or durable goods that reach consumers, with a
26	maximum capacity of 50 ounces, that is:
27	(i) Capable of maintaining its shape when empty;
28	(ii) Comprised solely of one or multiple plastic resins and
29	designed to contain a product; and
30	(iii) Sealed with tamper-proof film or a detachable lid capable
31	of multiple openings and closures.
32	(b) "Plastic tub" does not include:
33	(i) Household cleaning and personal care products;
34	(ii) Plastic containers that are or are used for medical devices,
35	medical products that are required to be sterile, nonprescription and
36	prescription drugs, or dietary supplements as defined in RCW
37	82.08.0293;
38	(iii) Thermoform plastic containers;
39	(iv) Single-use plastic cups; and

1	(v) Other covered products subject to minimum postconsumer
2	recycled content requirements.
3	(30)(a) "Single-use plastic cup" means all beverage cups that are
4	nonsealed or sealed at point-of-sale.
5	(b) Single-use plastic cups do not include: (i) Commercially or
6	home compostable cups; (ii) expanded polystyrene cups; (iii)
7	composite plastic-lined fiber cups; or (iv) other covered products
8	subject to minimum postconsumer recycled content requirements.
9	(31)(a) "Thermoform plastic container" means a clear or colored
10	plastic container, such as a clamshell, lid, tray, egg carton,
11	trifold, or similar rigid, nonbottle packaging, formed from sheets of
12	extruded plastic resin and used to package consumable or durable
13	goods that reach consumers, including:
14	(i) Branded and prepackaged containers that have been filled with
15	products and sealed prior to receipt by the retail establishment,
16	such as fresh produce, baked goods, nuts, toys, electronics, and
17	tools;
18	<u>(ii) Containers that may be filled at the point-of-sale at a</u>
19	retail establishment;
20	(iii) Unfilled containers that are sold directly;
21	(iv) Hinged plastic containers, commonly known as "clamshells" or
22	"blister packaging";
23	(v) Two-piece unhinged containers;
24	(vi) One-piece containers without lids, such as trays; and
25	(vii) Trifold or tent containers with one or more hinges and a
26	<u>flat bottom.</u>
27	(b) "Thermoform plastic container" does not include:
28	(i) Household cleaning products or personal care products;
29	<u>(ii) Plastic tubs;</u>
30	(iii) Refillable containers, such as containers that are
31	sufficiently durable for multiple rotations of their original or
32	similar purpose and are intended to function in a system of reuse;
33	(iv) A lid or seal of a different material type from plastic;
34	(v) A refillable thermoform plastic container that ordinarily
35	would be returned to the manufacturer to be refilled and resold;
36	(vi) Plastic containers that are or are used for medical devices,
37	medical products that are required to be sterile, prescription drugs,
38	or dietary supplements as defined in RCW 82.08.0293;
39	(vii) Other covered products subject to minimum postconsumer
40	recycled content requirements under this chapter; and

(viii) Thermoform plastic containers accompanying a durable good
 when the durable good model, and the associated packaging, was
 designed prior to January 1, 2025.

4 Sec. 302. RCW 70A.245.020 and 2021 c 313 s 3 are each amended to 5 read as follows:

6 (1)(a) Beginning January 1, 2023, producers that offer for sale, 7 sell, or distribute in or into Washington:

8 (i) Beverages other than wine in 187 milliliter plastic beverage 9 containers and dairy milk in plastic beverage containers must meet 10 minimum postconsumer recycled content requirements established under 11 ((subsection (4) of this)) section 203 of this act; and

(ii) Plastic trash bags must meet minimum postconsumer recycled content requirements established under ((subsection (6) of this)) section 205 of this act.

(b) Beginning January 1, 2025, producers that offer for sale, sell, or distribute in or into Washington household cleaning ((and)) products or personal care products in plastic household cleaning product containers and personal care product containers must meet minimum postconsumer recycled content as required under ((subsection (5) of this)) section 204 of this act.

(c) Beginning January 1, 2028, producers that offer for sale, sell, or distribute in or into Washington wine in 187 milliliter plastic beverage containers or dairy milk in plastic beverage containers must meet minimum postconsumer recycled content as required under ((subsection (4) of this)) section 203 of this act.

26 (d) Beginning January 1, 2026, producers that offer for sale, 27 sell, or distribute in or into Washington plastic tubs used for food 28 products must meet minimum postconsumer recycled content requirements 29 established under section 206 of this act.

30 (e) Beginning January 1, 2029, producers that offer for sale, 31 sell, or distribute in or into Washington single-use plastic cups 32 must meet minimum postconsumer recycled content requirements 33 established under section 207 of this act.

34 (f) Beginning January 1, 2031, producers that offer for sale, 35 sell, or distribute in or into Washington thermoform plastic 36 containers except those containing durable goods must meet minimum 37 postconsumer recycled content requirements established under section 38 208 of this act.

1 (g) Beginning January 1, 2036, producers that offer for sale, 2 sell, or distribute in or into Washington durable goods in thermoform 3 plastic containers must meet minimum postconsumer recycled content 4 requirements established under section 208 of this act.

5 (h) Beginning January 1, 2026, producers that offer for sale, 6 sell, or distribute in or into Washington plastic nursery pots must 7 meet minimum postconsumer recycled content requirements established 8 under section 209 of this act.

(2) (a) On or before April 1, 2022, and annually thereafter, a 9 10 producer that offers for sale, sells, or distributes in or into 11 Washington covered products must register with the department 12 individually or through a third-party representative registering on behalf of a group of producers. <u>A producer of products newly added to</u> 13 the list of covered products under this act must register with the 14 department individually or through a third-party representative 15 registering on behalf of a group of producers on or before April 1, 16 17 2024.

(b) The registration information submitted to the department 18 under this section must include a list of the producers of covered 19 products and the brand names of the covered products represented in 20 the registration submittal. Beginning ((April 1, 2024, for plastic 21 trash bags and plastic beverage containers other than wine in 187 22 23 milliliter plastic beverage containers and dairy milk in plastic 24 beverage containers, April 1, 2026, for plastic household and 25 personal care product containers, and April 1, 2029, for wine in 187 milliliter plastic beverage containers and dairy milk)) in the year 26 27 in which an annual report must be submitted by a producer under RCW 28 70A.245.030, a producer may submit registration information at the 29 same time as the information submitted through the annual reporting 30 ((required under RCW 70A.245.030)).

31 (3)(a) By January 31, 2022, and every January 31st thereafter, 32 the department must:

(i) Prepare an annual workload analysis for public comment that identifies the annual costs it expects to incur to implement, administer, and enforce ((this section and RCW 70A.245.030 through 70A.245.060 and 70A.245.090 (1), (2), and (4))) the requirements related to postconsumer recycled content under this chapter, including rule making, in the next fiscal year for each category of covered products;

1 (ii) Determine a total annual fee payment by producers or their 2 third-party representatives for each category of covered products 3 that is adequate to cover, but not exceed, the workload identified in 4 (a)(i) of this subsection;

5 (iii) Until rules are adopted under (a)(iv) of this subsection, 6 issue a general order to all entities falling within the definition 7 of producer. The department must equitably determine fee amounts for 8 an individual producer or third-party representatives within each 9 category of covered product;

10 (iv) By 2024, adopt rules to equitably determine annual fee 11 payments by producers or their third-party representatives within 12 each category of covered product. Once such rules are adopted, the 13 general order issued under (a)(iii) of this subsection is no longer 14 effective; and

(v) Send notice to producers or their third-party representatives of fee amounts due consistent with either the general order issued under (a)(iii) of this subsection or rules adopted under (a)(iv) of this subsection.

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(b) The department must:

(i) Apply any remaining annual payment funds from the current
 year to the annual payment for the coming year, if the collected
 annual payment exceeds the department's costs for a given year; and

(ii) Increase annual payments for the coming year to cover the department's costs, if the collected annual payment was less than the department's costs for a given year.

(c) By April 1, 2022, and every April 1st thereafter, producers or their third-party representative must submit a fee payment as determined by the department under (a) of this subsection. <u>Producers</u> of products newly included as covered products by this act must submit a fee payment as determined by the department under (a) of this subsection by April 1, 2024, and each April 1st thereafter.

32 (4) ((A producer of a beverage in a plastic beverage container 33 must meet the following annual minimum postconsumer recycled content 34 percentage on average for the total quantity of plastic beverage 35 containers, by weight, that are sold, offered for sale, or 36 distributed in or into Washington by the producer effective:

37 (a) For beverages except wine in 187 milliliter plastic beverage 38 containers and dairy milk:

39 (i) January 1, 2023, through December 31, 2025: No less than 15 40 percent postconsumer recycled content plastic by weight;

percent postconsumer recycled content plastic by weight; and 2 (iii) On and after January 1, 2031: No less than 50 percent 3 postconsumer recycled content plastic by weight. 4 (b) For wine in 187 milliliter plastic beverage containers and 5 6 dairy milk: 7 (i) January 1, 2028, through December 31, 2030: No less than 15 percent postconsumer recycled content plastic by weight; 8 (ii) January 1, 2031, through December 31, 2035: No less than 25 9 10 percent postconsumer recycled content plastic by weight; and (iii) On and after January 1, 2036: No less than 50 percent 11 12 postconsumer recycled content plastic by weight. (5) A producer of household cleaning and personal care products 13 in plastic containers must meet the following annual minimum 14 15 postconsumer recycled content percentage on average for the total quantity of plastic containers, by weight, that are sold, offered for 16 sale, or distributed in or into Washington by the producer effective: 17 (a) January 1, 2025, through December 31, 2027: No less than 15 18 19 percent postconsumer recycled content plastic by weight; (b) January 1, 2028, through December 31, 2030: No less than 25 20 21 percent postconsumer recycled content plastic by weight; and (c) On and after January 1, 2031: No less than 50 percent 22 23 postconsumer recycled content plastic by weight. 24 (6) A producer of plastic trash bags must meet the following 25 annual minimum postconsumer recycled content percentage on average for the total quantity of plastic trash bags, by weight, that are 26 27 sold, offered for sale, or distributed in or into Washington by the 28 producer effective: (a) January 1, 2023, through December 31, 2024: No less than 10 29 30 percent postconsumer recycled content plastic by weight; 31 (b) January 1, 2025, through December 31, 2026: No less than 15 32 percent postconsumer recycled content plastic by weight; and (c) On and after January 1, 2027: No less than 20 percent 33 34 postconsumer recycled content plastic by weight. (7))(a) ((Beginning January 1, 2024, or when rule making is 35 complete, whichever is sooner, the department may, on an annual basis 36 on January 1st,)) By October 31st of each year, the department may 37 review and determine for the following year whether to adjust the 38 39 minimum postconsumer recycled content percentage required for a type 40 of container or product or category of covered products pursuant to Code Rev/ML:jlb H-1592.1/23 21

(ii) January 1, 2026, through December 31, 2030: No less than 25

1 ((subsection (4), (5), or (6) of this section)) this chapter. The department's review may be initiated by the department or at the 2 petition of a producer or a covered product manufacturing industry 3 not more than once annually. Petitions for review and adjustment must 4 be made to the department in the annual report submitted under RCW 5 6 70A.245.030 by June 30th of the year prior to the year in which the 7 adjustment would apply. When submitting a petition, producers or a producer manufacturing industry must provide necessary information 8 that will allow the department to make a determination under (b) of 9 this subsection. 10

11 (b) In making a determination pursuant to this subsection, the 12 department must consider, at a minimum, all of the following factors:

(i) Changes in market conditions, including supply and demand for postconsumer recycled content plastics, collection rates, and bale availability both domestically and globally;

16

(ii) Recycling rates;

(iii) The availability of recycled plastic suitable to meet the minimum postconsumer recycled content requirements pursuant to ((subsection (4), (5), or (6) of this section)) this chapter, including the availability of high quality recycled plastic, and food-grade recycled plastic from recycling programs;

22

(iv) The capacity of recycling or processing infrastructure;

23 The technical feasibility of achieving (V) the minimum postconsumer recycled content requirements in covered products that 24 25 are regulated under 21 C.F.R., chapter I, subchapter G, 7 U.S.C. Sec. 136, 15 U.S.C. Sec. 1471-1477, 49 C.F.R. Sec. 178.33b, 49 C.F.R. Sec. 26 173, 40 C.F.R. Sec. 152.10, 15 U.S.C. Sec. 1261-1278, 49 U.S.C. 5101 27 et seq., 49 C.F.R. Sec. 178.509, 49 C.F.R. Sec. 179.522, 49 C.F.R. 28 29 Sec. 178.600-609, and other federal laws; and

30 (vi) The progress made by producers in achieving the <u>postconsumer</u> 31 <u>recycled content</u> goals of this ((section)) <u>chapter</u>.

32

(c) Under (a) of this subsection:

(i) The department may not adjust the minimum postconsumer recycled content requirements above the minimum postconsumer recycled content percentages for the year under review required pursuant to ((subsection (4), (5), or (6) of this section)) sections 203 through 209 of this act.

38 (ii) For plastic household cleaning product containers and 39 personal care product containers, the department may not adjust the 40 minimum postconsumer recycled content requirements above the minimum Code Rev/ML:jlb 22 H-1592.1/23 1 postconsumer recycled content percentages for the year under review 2 required pursuant to ((subsection (5) of this)) section 204 of this 3 act or below a minimum of 10 percent.

4 (iii) For plastic trash bags, the department may not adjust the
5 minimum postconsumer recycled content requirements above the minimum
6 postconsumer recycled content percentages for the year under review
7 required pursuant to ((subsection (6) of this)) section 205 of this
8 act or below the minimum percentage required in ((subsection (6) (a))
9 of this)) section 205(1) of this act.

(d) A producer or the manufacturing industry for a covered 10 11 product may appeal a decision by the department to adjust 12 postconsumer recycled content percentages under (a) of this subsection or to temporarily exclude covered products from minimum 13 postconsumer recycled content requirements under subsection (((8))) 14 (5) of this section to the pollution control hearings board within 30 15 16 days of the department's determination.

17 ((-(8))) (5) The department must temporarily exclude from minimum 18 postconsumer recycled content requirements for the upcoming year any 19 types of covered products in plastic containers for which a producer annually demonstrates to the department by ((December 31st)) June 1st 20 21 of a given year that the achievement of postconsumer recycled content requirements in the container material is not technically feasible in 22 23 order to comply with health or safety requirements of federal law, including the federal laws specified in subsection $\left(\frac{(+7)}{(+7)}\right)$ (4) (b) (v) 24 25 of this section. A producer must continue to register and report consistent with the requirements of this chapter for covered products 26 temporarily excluded from minimum postconsumer recycled content 27 28 requirements under this subsection.

29 (((9))) <u>(6)</u> A producer that does not achieve the postconsumer 30 recycled content requirements established under this ((section)) 31 <u>chapter</u> is subject to penalties established in RCW 70A.245.040.

32 (((10))) <u>(7)</u>(a) A city, town, county, or municipal corporation 33 may not implement local recycled content requirements for a covered 34 product that is subject to minimum postconsumer recycled content 35 requirements established in this section.

36 (b) A city, town, county, or municipal corporation may establish 37 local purchasing requirements that include recycled content standards 38 that exceed the minimum recycled content requirements established by 39 this chapter for plastic household cleaning <u>product containers</u> and

1 personal care product containers or plastic trash bags purchased by a 2 city, town, or municipal corporation, or its contractor.

3 (((11))) <u>(8)</u> The department may enter into contracts for the 4 services required to implement this chapter and related duties of the 5 department.

6 (((12))) <u>(9)</u> In-state distributors, wholesalers, and retailers in 7 possession of covered products manufactured before the date that 8 postconsumer recycled content requirements become effective may 9 exhaust their existing stock through sales to the public.

10 Sec. 303. RCW 70A.245.030 and 2021 c 313 s 4 are each amended to 11 read as follows:

(1) (a) Except as provided in (b) ((and (c))) through (f) of this 12 13 subsection, beginning ((April 1)) June 30, 2024, each producer of covered products, individually or through a third party representing 14 15 a group of producers, must provide an annual report to the department 16 that includes the amount in pounds of virgin plastic and the amount 17 in pounds of postconsumer recycled content by resin type used for 18 each category of covered products that are sold, offered for sale, or 19 distributed in or into Washington state, including the total 20 postconsumer recycled content resins as a percentage of total weight. 21 The report must be submitted in a format and manner prescribed by the 22 department. A ((manufacturer)) producer may submit national data allocated on a per capita basis for Washington to approximate the 23 24 information required in this subsection if the producer or third-25 party representative demonstrates to the department that state level data are not available or feasible to generate. 26

(b) <u>The report required in (a) of this subsection must include a</u> certificate of compliance or similar proof of certification conducted by a nationally recognized, independent third party that has achieved <u>ISO/IEC 17065 accreditation, as it existed as of January 1, 2023, or</u> <u>a similar certification identified by the department. The proof of</u> <u>certification must include all of the following:</u>

33 (i) The names, locations, and contact information of all sources 34 of postconsumer recycled content material and suppliers of 35 postconsumer recycled content material;

36 <u>(ii) The quantity and dates of postconsumer recycled content</u> 37 material purchases by the producer; and

38 (iii) How postconsumer recycled content material was obtained.

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(c) The requirements of (a) of this subsection apply to household
 cleaning products in plastic containers and personal care products in
 plastic containers beginning ((April 1)) June 30, 2026.

4 (((c))) <u>(d)</u> The requirements of (a) of this subsection apply to
5 wine in 187 milliliter plastic beverage containers and dairy milk in
6 plastic beverage containers beginning ((April 1, 2029)) June 30,
7 2026.

8 (((d))) <u>(e) The requirements of (a) of this subsection apply to</u> 9 <u>plastic tubs used for food products beginning June 30, 2027.</u>

10 <u>(f) The requirements of (a) of this subsection apply to</u> 11 <u>thermoform plastic containers beginning June 30, 2027.</u>

12 (g) The requirements of (a) of this subsection apply to single-13 use plastic cups beginning June 30, 2030.

14 (h) The requirements of (a) of this subsection apply to plastic
15 nursery pots and trays beginning June 30, 2027.

16 (i) The department must post the information reported under this 17 subsection on its website, except as provided in subsection (2) of 18 this section.

19 (2) A producer that submits information or records to the department under this chapter may request that the information or 20 21 records be made available only for the confidential use of the 22 department, the director, or the appropriate division of the 23 department. The director of the department must give consideration to the request and if this action is not detrimental to the public 24 25 interest and is otherwise in accordance with the policies and purposes of chapter 43.21A RCW, the director must grant the request 26 27 for the information to remain confidential as authorized in 28 RCW 43.21A.160.

29 (3) The department must review and may approve reports submitted 30 <u>under this section. The department must:</u>

31 <u>(a) Make reports submitted under this section, including</u> 32 petitions for exclusions or rate adjustments under this chapter, 33 available for public review and comment for at least 30 days upon the 34 receipt of the annual report by the department;

35 <u>(b) Make a determination as to whether or not an annual report</u> 36 <u>meets the requirements of this section and notify the producer of</u> 37 <u>the:</u>

38 (i) Determination of approval of the report; or

1 (ii) Reasons for not approving the report. The producer must 2 submit a revised report within 60 days after receipt of the letter of 3 disapproval.

4 (4) The department must post approved annual reports submitted by
5 each producer under this section on its website. The department must
6 also post on its website all resin suppliers meeting postconsumer
7 recycled content certification requirements.

8 Sec. 304. RCW 70A.245.040 and 2021 c 313 s 5 are each amended to 9 read as follows:

10 (1) (a) A producer that does not meet the minimum postconsumer recycled content requirements pursuant to ((RCW 70A.245.020)) this 11 chapter is subject to a penalty pursuant to this section. Beginning 12 June 1st of the year following the first year that minimum 13 postconsumer recycled product content requirements apply to a 14 15 category of covered product, the penalty must be calculated 16 consistent with subsection (2) of this section unless a penalty reduction or corrective action plan has been approved pursuant to 17 18 subsection (3) of this section.

(b) A producer that is assessed a penalty pursuant to this section may pay the penalty to the department in one payment, in quarterly installments, or arrange an alternative payment schedule subject to the approval of the department, not to exceed a 12-month payment schedule unless the department determines an extension is needed due to unforeseen circumstances, such as a public health emergency, state of emergency, or natural disaster.

(2) Beginning ((June)) October 1st of the year following the 26 27 first year that minimum postconsumer recycled product content requirements apply to a category of covered product, and annually 28 thereafter, the department shall determine the penalty for the 29 30 previous calendar year based on the postconsumer recycled content 31 requirement of the previous calendar year. The department shall calculate the amount of the penalty based upon the amounts in pounds 32 in the aggregate of virgin plastic, postconsumer recycled content 33 plastic, and any other plastic per category used by the producer to 34 produce covered products sold or offered for sale in or into 35 Washington state, in accordance with the following: 36

37 (a) (i) The annual penalty amount assessed to a producer must
 38 equal the product of both of the following: The total pounds of
 39 plastic used per category multiplied by the relevant minimum
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1 postconsumer recycled plastic target percentage, less the pounds of 2 total plastic multiplied by the percent of postconsumer recycled 3 plastic used; multiplied by 20 cents.

4 (ii) Example: [(Total pounds of plastic used x minimum
5 postconsumer recycled plastic target percentage) - (Total pounds of
6 plastic used x postconsumer recycled plastic percentage used)] x 20
7 cents.

8 (b) For the purposes of (a) of this subsection, both of the 9 following apply:

10 (i) The total pounds of plastic used must equal the sum of the 11 amount of virgin plastic, postconsumer recycled content plastic, and 12 any other plastic used by the producer, as reported pursuant to RCW 13 70A.245.030.

(ii) If the product calculated pursuant to (a) of this subsection is equal to or less than zero, the department may not assess a penalty.

(3) (a) (i) The department shall consider granting a reduction of penalties assessed pursuant to this section for the purpose of meeting the minimum postconsumer recycled content requirements required pursuant to RCW 70A.245.020.

(ii) In determining whether to grant the reduction pursuant to (a)(i) of this subsection, the department shall consider, at a minimum, all of the following factors:

(A) Anomalous market conditions;

25 (B) Disruption in, or lack of supply of, recycled plastics; and

26 (C) Other factors that have prevented a producer from meeting the 27 requirements.

(b) In lieu of or in addition to assessing a penalty under this section, the department may require a producer to submit a corrective action plan detailing how the producer plans to come into compliance with ((RCW 70A.245.020)) the minimum postconsumer recycled content requirements of this chapter.

33 (4) For the purposes of determining compliance with the 34 postconsumer recycled content requirements of this chapter, the 35 department may consider the date of manufacture of a covered product 36 or the container of a covered product.

(5) A producer shall pay the penalty assessed pursuant to this section, as applicable, based on the information reported to the department as required under RCW 70A.245.030 in the form and manner prescribed by the department.

24

1 (6) A producer may appeal the penalty assessed under this section 2 to the pollution control hearings board within 30 days of assessment.

3 (7) Penalties collected under this section must be deposited in
4 the recycling enhancement account created in RCW 70A.245.100.

5 Sec. 305. RCW 70A.245.060 and 2021 c 313 s 7 are each amended to 6 read as follows:

7 (1) Beginning January 1, 2023, producers shall label each package
8 containing plastic trash bags sold, offered for sale, or distributed
9 in or into Washington with:

10 (a) The name of the producer and the city, state, and country 11 where the producer is located, which may be designated as the 12 location of the producer's corporate headquarters <u>and, beginning</u> 13 <u>January 1, 2024, with the percentage of postconsumer recycled content</u> 14 <u>that the plastic trash bag contains</u>; or

(b) A uniform resource locator or quick response code to an internet website that contains the information required pursuant to (a) of this subsection.

(2) (a) The provisions of subsection (1) of this section do not
apply to a plastic bag that is designed and manufactured to hold,
store, or transport dangerous waste or biomedical waste.

21 (b) For the purposes of this subsection:

(i) "Biomedical waste" means any waste defined as that term under RCW 70A.228.010; and

24 (ii) "Dangerous waste" means any waste defined as dangerous 25 wastes under RCW 70A.300.010.

26 Sec. 306. RCW 70A.245.090 and 2021 c 313 s 12 are each amended 27 to read as follows:

(1) The department may conduct audits and investigations for the
 purpose of ensuring compliance with ((RCW 70A.245.020 and
 70A.245.040)) the postconsumer recycled content requirements of this
 <u>chapter</u> based on the information reported under RCW 70A.245.030.

32 (2) The department shall annually publish a list of registered 33 producers of covered products <u>subject to minimum postconsumer</u> 34 <u>recycled content requirements</u> and associated brand names, their 35 compliance status, and other information the department deems 36 appropriate on the department's website.

37 (3) To assist regulated parties with the requirements specified38 under RCW 70A.245.070 and 70A.245.080, the department:

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1 (a) Must prepare and post on its website information regarding 2 the prohibitions on the sale and distribution of expanded polystyrene 3 products as specified under RCW 70A.245.070 and restrictions on the 4 provision of optional serviceware under RCW 70A.245.080;

5 (b) For education and outreach to help implement RCW 70A.245.070 6 and 70A.245.080, may develop culturally appropriate and translated 7 educational materials and resources for the state's diverse ethnic 8 populations from existing materials used by local jurisdictions and 9 other states.

10 (4) The department may adopt rules as necessary to administer,11 implement, and enforce this chapter.

12 Sec. 307. RCW 70A.245.110 and 2021 c 313 s 14 are each amended 13 to read as follows:

The recycled content account is created in the custody of the 14 15 state treasurer. All receipts received by the department under RCW 16 70A.245.020 must be deposited in the account. Only the director of the department or the director's designee may authorize expenditures 17 18 from the account. The account is subject to the allotment procedures under chapter 43.88 RCW, but an appropriation is not required for 19 20 expenditures. Expenditures from the account may be used by the 21 department only for implementing, administering, and enforcing ((the requirements of RCW 70A.245.020 through 70A.245.060 and 70A.245.090 22 (1), (2), and (4))) the provisions of this chapter related to minimum 23 24 postconsumer recycled content of products.

25 Sec. 308. RCW 70A.245.120 and 2021 c 313 s 15 are each amended 26 to read as follows:

(1) Subject to the availability of amounts appropriated for this specific purpose prior to January 1, 2028, the department shall contract with a research university or an independent third-party consultant to study the plastic resin markets for all of the following:

32 (a) Analyzing market conditions and opportunities in the state's 33 recycling industry for meeting the minimum postconsumer recycled 34 content requirements for covered products pursuant to ((RCW 35 70A.245.020 and 70A.245.030)) <u>this chapter</u>; and

36 (b) Determining the data needs and tracking opportunities to 37 increase the transparency and support of a more effective, fact-based 38 public understanding of the recycling industry.

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1 (2) If funding is provided pursuant to subsection (1) of this 2 section and the department undertakes the study, the study must be 3 completed by May 1, 2029.

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(3) This section expires July 1, 2029.

Sec. 309. PACKAGING REGISTRATION CLEARINGHOUSE-5 NEW SECTION. 6 PRODUCER REGISTRATION. (1) The department is authorized to 7 participate in the development and ongoing operation of a regional or multistate clearinghouse for the 8 purpose of facilitating the implementation of state laws and rules on packaging and paper 9 products including, but not limited to, requirements established 10 11 under this chapter and in chapters 70A.222, 70A.230, 70A.245, 12 70A.340, 70A.350, and 70A.455 RCW, and other relevant laws.

13 (2) The department may direct producers to register and submit 14 any required data, annual reports, fees, and annual payments, and any 15 additional information or documentation to a clearinghouse in lieu of 16 the department.

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PART 4 CONFORMING AMENDMENTS AND MISCELLANEOUS PROVISIONS

20 <u>NEW SECTION.</u> Sec. 401. A new section is added to chapter 21 70A.222 RCW to read as follows:

The department of ecology may direct producers to register and submit any required data, annual reports, fees, and annual payments, and any additional information or documentation to the clearinghouse established in section 308 of this act in lieu of submission to the department.

27 <u>NEW SECTION.</u> Sec. 402. A new section is added to chapter 28 70A.350 RCW to read as follows:

The department may direct producers to register and submit any required data, annual reports, fees, and annual payments, and any additional information or documentation to the clearinghouse established in section 308 of this act in lieu of submission to the department.

34 <u>NEW SECTION.</u> Sec. 403. A new section is added to chapter 35 70A.245 RCW to read as follows: Code Rev/ML:jlb 30 H-1592.1/23 1 The department may direct producers to register and submit any 2 required data, annual reports, fees, and annual payments, and any 3 additional information or documentation to the clearinghouse 4 established in section 308 of this act in lieu of submission to the 5 department.

6 <u>NEW SECTION.</u> Sec. 404. A new section is added to chapter 7 70A.230 RCW to read as follows:

8 The department may direct producers to register and submit any 9 required data, annual reports, fees, and annual payments, and any 10 additional information or documentation to the clearinghouse 11 established in section 308 of this act in lieu of submission to the 12 department.

13 <u>NEW SECTION.</u> Sec. 405. A new section is added to chapter 14 70A.340 RCW to read as follows:

15 The department may direct producers to register and submit any 16 required data, annual reports, fees, and annual payments, and any 17 additional information or documentation to the clearinghouse 18 established in section 308 of this act in lieu of submission to the 19 department.

20 <u>NEW SECTION.</u> Sec. 406. A new section is added to chapter 21 70A.455 RCW to read as follows:

The department may direct producers to register and submit any required data, annual reports, fees, and annual payments, and any additional information or documentation to the clearinghouse established in section 308 of this act in lieu of submission to the department.

27 <u>NEW SECTION.</u> Sec. 407. Sections 101 through 103, 201 through 28 209, and section 309 of this act are each added to chapter 70A.245 29 RCW.

30 <u>NEW SECTION.</u> Sec. 408. If any provision of this act or its 31 application to any person or circumstance is held invalid, the 32 remainder of the act or the application of the provision to other 33 persons or circumstances is not affected."

34 Correct the title.

Code Rev/ML:jlb

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<u>EFFECT:</u> Strikes producer responsibility organization and distributor responsibility organization participation requirements, but retains provisions related to: (1) The truth-in-labeling of recyclability claims; (2) postconsumer recycled content requirements applicable to new categories of products including roll carts, plastic tubs for food, and thermoform plastic containers; and (3) the authority for the department of ecology to establish a packaging registration clearinghouse.

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