# **HOUSE BILL 69**

M3 5lr1539

HB 168/24 – ENT & ECM

(PRE-FILED)

By: Delegates Terrasa, Charkoudian, Feldmark, Foley, Kaufman, Lehman, Mireku-North, Palakovich Carr, Ruth, Solomon, Vogel, and Wu

Requested: October 31, 2024

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Assigned to: Environment and Transportation and Economic Matters

#### A BILL ENTITLED

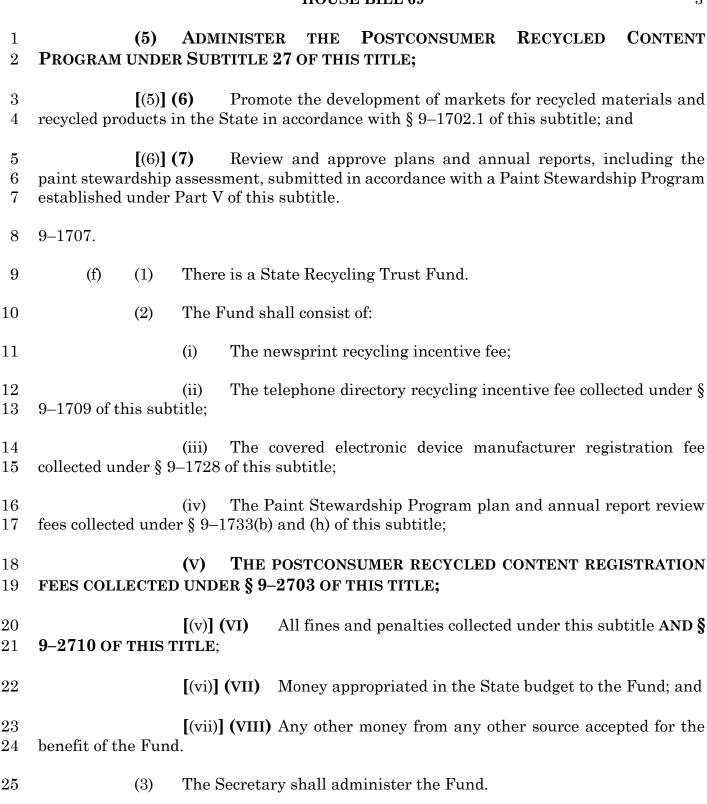
## 1 AN ACT concerning

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## Environment - Plastic Products - Postconsumer Recycled Content Program

- 3 FOR the purpose of prohibiting certain producers of certain plastic products from selling, 4 offering for sale, or distributing the products to any person in the State unless certain 5 conditions are met; requiring certain producers of certain plastic products to, 6 individually or as part of a representative organization, register and pay a certain 7 fee annually to the Department of the Environment; establishing certain minimum 8 postconsumer recycled content percentage requirements for certain plastic beverage 9 containers and rigid plastic containers; authorizing the Department to grant a 10 certain waiver under certain circumstances; authorizing the Department to conduct 11 certain audits and investigations and to participate in a certain multistate 12 clearinghouse; requiring the Department to publish on its website certain information; authorizing the Department to grant a reduction in certain 13 14 administrative penalties under certain circumstances; and generally relating to plastic products and postconsumer recycled content. 15
- 16 BY repealing and reenacting, without amendments,
- 17 Article Environment
- 18 Section 9–1702(a)
- 19 Annotated Code of Maryland
- 20 (2014 Replacement Volume and 2024 Supplement)
- 21 BY repealing and reenacting, with amendments,
- 22 Article Environment
- 23 Section 9–1702(d) and 9–1707(f)
- 24 Annotated Code of Maryland
- 25 (2014 Replacement Volume and 2024 Supplement)
- 26 BY adding to

1 2 3 4 5	Article – Environment Section 9–2701 through 9–2710 to be under the new subtitle "Subtitle 27. Postconsumer Recycled Content Program" Annotated Code of Maryland (2014 Replacement Volume and 2024 Supplement)
6	Preamble
7 8 9 10	WHEREAS, Minimum recycled content requirements in plastic containers protect the environment and conserve resources by reducing greenhouse gas emissions and energy consumption associated with the extraction of fossil fuels and production of new plastic, and by diverting waste from landfills and incinerators; and
11 12 13 14	WHEREAS, Minimum recycled content requirements in plastic containers increase and create a stable demand for recycled plastics, strengthen recycled commodity values, increase economic growth, create jobs in the plastics recycling industry, and create incentives for producers to redesign their products to be more recyclable; and
15 16 17	WHEREAS, The Department of the Environment's Office of Recycling is required to promote the development of markets for recycled materials and recycled products in the State in accordance with § 9–1702(d) of the Environment Article; now, therefore,
18 19	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
20	Article – Environment
21	9–1702.
22	(a) There is an Office of Recycling created within the Department.
23	(d) The Office shall:
24 25 26	(1) Assist the counties in developing an acceptable recycling plan required under $\S 9-1703$ of this subtitle and $\S 9-505$ of this title, including technical assistance to the local governments;
27 28	(2) Coordinate the efforts of the State to facilitate the implementation of the recycling goals at the county level;
29 30 31	(3) Review all recycling plans submitted as part of a county plan as required under $\S$ 9–505 of this title and advise the Secretary on the adequacy of the recycling plan;
32 33	(4) Administer the Statewide Electronics Recycling Program under Part IV of this subtitle;



28 (5) [At] EXCEPT AS PROVIDED IN PARAGRAPH (7) OF THIS SUBSECTION, AT the end of each fiscal year, any unspent or unencumbered balance in the

The Treasurer shall hold the Fund separately and the Comptroller shall

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**(4)** 

account for the Fund.

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- Fund that exceeds \$2,000,000 shall revert to the General Fund of the State in accordance 1 2 with § 7–302 of the State Finance and Procurement Article. 3 (6) In accordance with the State budget, the Fund shall be used only: 4 To provide grants to the counties to be used by the counties to develop and implement local recycling plans; 5 6 To provide grants to counties that have addressed methods for (ii) 7 the separate collection and recycling of covered electronic devices in accordance with § 9-1703(c)(1) of this subtitle: 8 9 To provide grants to municipalities to be used by the (iii) municipalities to implement local covered electronic device recycling programs; 10 11 TO COVER THE COSTS OF PLANNING, IMPLEMENTING, (IV) 12 ADMINISTERING, MONITORING, ENFORCING, AND **EVALUATING** THE POSTCONSUMER RECYCLED CONTENT PROGRAM ESTABLISHED UNDER SUBTITLE 13 27 OF THIS TITLE; 14 15 [(iv)] **(V)** To cover the costs of the Paint Stewardship Program plan review under § 9-1733(b) of this subtitle, the annual report review under § 9-1733(h) of 16 this subtitle, and associated costs for Program compliance oversight; and 17 18 [(v)] **(VI)** To carry out the purposes of the land management 19 administration. 20 **(I)** THERE SHALL BE A SEPARATE ACCOUNT WITHIN THE FUND. **(7)** 21(II) THE SEPARATE ACCOUNT SHALL CONSIST OF: 22 1. ANY FEES COLLECTED FROM PRODUCERS  $\mathbf{OF}$ COVERED PRODUCTS UNDER § 9-2703 OF THIS TITLE; AND 23242. ALL FINES AND PENALTIES COLLECTED UNDER § 259–2710 OF THIS TITLE. THE SEPARATE ACCOUNT SHALL BE USED ONLY TO: 26REIMBURSE THE GENERAL FUND OF THE STATE IN 27 1.
- 29 **2.** COVER THE COSTS OF PLANNING, IMPLEMENTING, 30 ADMINISTERING, MONITORING, ENFORCING, AND EVALUATING THE

ACCORDANCE WITH § 9–2703(A)(4)(II)1 OF THIS TITLE; AND

- 1 POSTCONSUMER RECYCLED CONTENT PROGRAM ESTABLISHED UNDER SUBTITLE
- 2 **27** OF THIS TITLE.
- 3 (IV) MONEY DEPOSITED INTO THE SEPARATE ACCOUNT IS NOT
- 4 SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE AND
- 5 MAY NOT REVERT TO THE GENERAL FUND OF THE STATE.
- 6 [(7)] (8) (i) The Treasurer shall invest the money in the Fund in the 7 same manner as other State money may be invested.
- 8 (ii) Any investment earnings of the Fund shall be credited to 9 the General Fund of the State.
- 10 SUBTITLE 27. POSTCONSUMER RECYCLED CONTENT PROGRAM.
- 11 **9–2701.**
- 12 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 13 INDICATED.
- 14 (B) "COVERED PRODUCT" MEANS A PRODUCT THAT IS SUBJECT TO THE
- 15 POSTCONSUMER RECYCLED CONTENT PERCENTAGE REQUIREMENTS ESTABLISHED
- 16 UNDER THIS SUBTITLE.
- 17 (C) (1) "HOUSEHOLD CLEANING PRODUCT" MEANS A PRODUCT THAT IS
- 18 LABELED OR MARKETED TO CLEAN, FRESHEN, OR REMOVE UNWANTED SUBSTANCES
- 19 SUCH AS DIRT, STAINS, OR OTHER IMPURITIES FROM OBJECTS, INTERIOR OR
- 20 EXTERIOR STRUCTURES, VEHICLES, POSSESSIONS, AND OTHER ENVIRONMENTS
- 21 ASSOCIATED WITH A HOUSEHOLD.
- 22 (2) "HOUSEHOLD CLEANING PRODUCT" INCLUDES:
- 23 (I) LIQUID SOAPS, LAUNDRY SOAPS, DETERGENTS, FABRIC
- 24 SOFTENERS, SURFACE POLISHES, AND STAIN REMOVERS; AND
- 25 (II) TEXTILE CLEANERS, CARPET CLEANERS, AND PET
- 26 CLEANERS AND TREATMENTS.

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- 27 (D) (1) "PERSONAL CARE PRODUCT" MEANS A PRODUCT THAT IS
- 28 LABELED OR MARKETED FOR THE APPLICATION TO AN INDIVIDUAL IN ORDER TO
- 29 CLEAN, ALTER, OR MAINTAIN THE APPEARANCE OF THE INDIVIDUAL.
  - (2) "PERSONAL CARE PRODUCT" INCLUDES:

- 1 (I) SHAMPOO, CONDITIONER, STYLING SPRAYS AND GELS, AND 2 OTHER HAIR CARE PRODUCTS;
- 3 (II) LOTION, MOISTURIZER, FACIAL TONER, AND OTHER SKIN 4 CARE PRODUCTS; AND
- 5 (III) LIQUID SOAP AND OTHER BODY CARE PRODUCTS.
- 6 (E) (1) "POSTCONSUMER RECYCLED CONTENT" MEANS THE PORTION OF
  7 A COVERED PRODUCT'S TOTAL WEIGHT THAT IS COMPOSED OF POSTCONSUMER
  8 RECYCLED MATERIAL, AS DETERMINED BY A MATERIAL BALANCE APPROACH THAT
  9 CALCULATES TOTAL POSTCONSUMER RECYCLED MATERIAL AS A PERCENTAGE OF
  10 THE TOTAL WEIGHT OF THE COVERED PRODUCT.
- 11 (2) "POSTCONSUMER RECYCLED CONTENT" DOES NOT INCLUDE
- 12 PRECONSUMER OR POSTINDUSTRIAL SECONDARY WASTE MATERIAL OR MATERIALS
- 13 AND BY-PRODUCTS GENERATED FROM, AND COMMONLY USED WITHIN, AN ORIGINAL
- 14 MANUFACTURING AND FABRICATION PROCESS.
- 15 **(F)** "POSTCONSUMER RECYCLED MATERIAL" MEANS A MATERIAL OR 16 PRODUCT GENERATED BY HOUSEHOLDS OR BY COMMERCIAL, INDUSTRIAL, AND 17 INSTITUTIONAL FACILITIES IN THEIR ROLE AS END USERS OF THE MATERIAL OR 18 PRODUCT THAT HAS:
- 19 (1) BEEN USED FOR ITS INTENDED USE OR CAN NO LONGER BE USED 20 FOR ITS INTENDED USE, INCLUDING MATERIAL OR PRODUCT THAT HAS BEEN 21 RETURNED FROM THE DISTRIBUTION CHAIN; AND
- 22 (2) BEEN SEPARATED FROM THE SOLID WASTE STREAM FOR THE 23 PURPOSES OF COLLECTION AND RECYCLING.
- 24 (G) (1) "PRODUCER" MEANS A PERSON RESPONSIBLE FOR COMPLYING 25 WITH THE REQUIREMENTS UNDER THIS SUBTITLE.
- 26 (2) "PRODUCER" INCLUDES A FRANCHISOR OF A FRANCHISE 27 LOCATED IN THE STATE.
- 28 (3) "PRODUCER" DOES NOT INCLUDE:
- 29 (I) THE STATE, A COUNTY, A MUNICIPALITY, OR ANY OTHER 30 POLITICAL SUBDIVISION OF THE STATE;

- 1 (II) A CHARITABLE ORGANIZATION THAT IS TAX EXEMPT UNDER 2 § 501(C)(3) OF THE INTERNAL REVENUE CODE;
- 3 (III) A SOCIAL WELFARE ORGANIZATION THAT IS TAX EXEMPT 4 UNDER § 501(C)(4) OF THE INTERNAL REVENUE CODE;
- 5 (IV) A FRANCHISEE THAT OPERATES A FRANCHISE IN THE 6 STATE;
- 7 (V) A PERSON THAT ANNUALLY SELLS, OFFERS FOR SALE, 8 DISTRIBUTES, OR IMPORTS INTO THE COUNTRY FOR SALE IN THE STATE LESS THAN 9 1 TON OF A SINGLE CATEGORY OF COVERED PRODUCTS; OR
- 10 (VI) A PERSON THAT ANNUALLY SELLS, OFFERS FOR SALE, OR
  11 DISTRIBUTES ANY CATEGORY OF A COVERED PRODUCT IN THE STATE IF THE
  12 PERSON'S AGGREGATE GLOBAL ANNUAL REVENUE IS LESS THAN \$5,000,000.
- 13 (H) "PROGRAM" MEANS THE POSTCONSUMER RECYCLING CONTENT 14 PROGRAM.
- 15 **9–2702.**
- 16 (A) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, THIS SECTION
  17 APPLIES TO A PRODUCER THAT SELLS, OFFERS FOR SALE, OR DISTRIBUTES A
  18 COVERED PRODUCT IN THE STATE.
- 19 (2) (I) IF THE COVERED PRODUCT IS SOLD UNDER THE 20 PRODUCER'S OWN BRAND OR LACKS IDENTIFICATION OF A BRAND, THE PRODUCER 21 IS THE PERSON WHO MANUFACTURES THE COVERED PRODUCT.
- 22 (II) IF THE COVERED PRODUCT IS MANUFACTURED BY A
  23 PERSON OTHER THAN THE BRAND OWNER, THE PRODUCER IS THE PERSON WHO IS
  24 THE LICENSEE OF A BRAND OR TRADEMARK UNDER WHICH A COVERED PRODUCT IS
  25 SOLD, OFFERED FOR SALE, OR DISTRIBUTED IN THE STATE, WHETHER OR NOT THE
  26 TRADEMARK IS REGISTERED IN THE STATE, UNLESS ANOTHER RESPONSIBLE
  27 PERSON HAS CONTRACTUALLY ASSUMED RESPONSIBILITY AS THE PRODUCER.
- (III) IF THERE IS NO PERSON DESCRIBED IN SUBPARAGRAPH (I)
  OR (II) OF THIS PARAGRAPH OVER WHOM THE STATE CAN CONSTITUTIONALLY
  EXERCISE JURISDICTION, THE PRODUCER IS THE PERSON WHO IMPORTS OR
  DISTRIBUTES THE COVERED PRODUCT IN THE STATE.

- 1 (3) IF ANOTHER PERSON CONTRACTUALLY ASSUMES
- 2 RESPONSIBILITY AS A PRODUCER UNDER PARAGRAPH (2)(II) OF THIS SUBSECTION,
- 3 THE PRODUCER MUST PROVIDE A CERTIFIED COPY OF THE CONTRACT AGREEMENT
- 4 TO THE DEPARTMENT.
- 5 (B) A PRODUCER MAY NOT SELL, OFFER FOR SALE, OR DISTRIBUTE A 6 COVERED PRODUCT TO ANY PERSON IN THE STATE UNLESS:
- 7 (1) THE PRODUCT MEETS THE MINIMUM POSTCONSUMER RECYCLED 8 CONTENT PERCENTAGE REQUIREMENTS ESTABLISHED UNDER THIS SUBTITLE; AND
- 9 (2) IN ACCORDANCE WITH § 9–2703 OF THIS SUBTITLE, THE 10 PRODUCER HAS, INDIVIDUALLY OR AS PART OF A REPRESENTATIVE ORGANIZATION:
- 11 (I) REGISTERED WITH THE DEPARTMENT; AND
- 12 (II) SUBMITTED A REGISTRATION FEE TO THE DEPARTMENT.
- 13 **9–2703**.
- 14 (A) (1) ON OR BEFORE MARCH 1 EACH YEAR, BEGINNING IN 2026, A
- 15 PRODUCER SHALL, INDIVIDUALLY OR AS PART OF A REPRESENTATIVE
- 16 ORGANIZATION, REGISTER WITH THE DEPARTMENT.
- 17 (2) ON OR BEFORE MAY 15 EACH YEAR, BEGINNING IN 2026, A
- 18 PRODUCER SHALL, INDIVIDUALLY OR AS PART OF A REPRESENTATIVE
- 19 ORGANIZATION, PAY THE REGISTRATION FEE ESTABLISHED BY THE DEPARTMENT
- 20 UNDER PARAGRAPH (3) OF THIS SUBSECTION.
- 21 (3) (I) THE DEPARTMENT SHALL ESTABLISH AN ANNUAL
- 22 REGISTRATION FEE FOR EACH CATEGORY OF A COVERED PRODUCT.
- 23 (II) EXCEPT AS PROVIDED IN SUBPARAGRAPH (III) OF THIS
- 24 PARAGRAPH, REGISTRATION FEES SHALL BE SET IN A MANNER THAT:
- 25 1. WILL PRODUCE FUNDS SUFFICIENT TO COVER THE
- 26 DEPARTMENT'S ESTIMATED COSTS OF PLANNING, IMPLEMENTING,
- 27 ADMINISTERING, MONITORING, ENFORCING, AND EVALUATING THE PROGRAM FOR
- 28 THE UPCOMING 1-YEAR PERIOD; AND
- 29 2. Is proportional to the producer's share of
- 30 THE TOTAL POUNDS OF PLASTIC SOLD IN THE STATE IN EACH PRODUCT CATEGORY
- 31 FOR THE IMMEDIATELY PRECEDING YEAR.

- 1 (III) FOR THE FIRST YEAR OF THE PROGRAM'S OPERATION,
- 2 REGISTRATION FEES SHALL BE SET IN A MANNER THAT:
- 3 WILL PRODUCE FUNDS SUFFICIENT TO COVER THE
- 4 DEPARTMENT'S ESTIMATED COSTS OF PLANNING, IMPLEMENTING,
- 5 ADMINISTERING, MONITORING, ENFORCING, AND EVALUATING THE PROGRAM FOR
- 6 THE UPCOMING 1-YEAR PERIOD;
- 7 WILL PRODUCE FUNDS SUFFICIENT TO REIMBURSE
- 8 THE GENERAL FUND OF THE STATE FOR THE ACTUAL COSTS THAT RESULT FROM
- 9 THE PROGRAM IN THAT YEAR; AND
- 10 3. IS PROPORTIONAL TO THE PRODUCER'S SHARE OF
- 11 THE TOTAL POUNDS OF PLASTIC SOLD IN THE STATE IN EACH PRODUCT CATEGORY
- 12 FOR THE IMMEDIATELY PRECEDING YEAR.
- 13 (4) (I) EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS
- 14 PARAGRAPH, IF, IN ANY YEAR, THE AMOUNT OF REGISTRATION FEE REVENUE
- 15 COLLECTED BY THE DEPARTMENT EXCEEDS THE DEPARTMENT'S ACTUAL COSTS OF
- 16 PLANNING, IMPLEMENTING, ADMINISTERING, MONITORING, ENFORCING, AND
- 17 EVALUATING THE PROGRAM, THE DEPARTMENT SHALL CARRY THE EXCESS
- 18 AMOUNT FORWARD FOR THE PURPOSE OF REDUCING REGISTRATION FEES FOR THE
- 19 FOLLOWING YEAR.
- 20 (II) FOR THE FIRST YEAR OF THE PROGRAM'S OPERATION,
- 21 REGISTRATION FEE REVENUE SHALL BE USED:
- 22 1. Notwithstanding § 9–1707(f)(7)(iv) of this
- 23 TITLE, TO REIMBURSE THE GENERAL FUND OF THE STATE FOR ACTUAL COSTS THAT
- 24 RESULT FROM THE PROGRAM FOR THAT YEAR; AND
- 25 2. TO COVER THE DEPARTMENT'S ACTUAL COSTS OF
- 26 PLANNING, IMPLEMENTING, ADMINISTERING, MONITORING, ENFORCING, AND
- 27 EVALUATING THE PROGRAM.
- 28 (5) IF, IN ANY GIVEN YEAR, THE AMOUNT OF REGISTRATION FEE
- 29 REVENUE COLLECTED BY THE DEPARTMENT IS INSUFFICIENT TO COVER THE
- 30 DEPARTMENT'S ACTUAL COSTS OF PLANNING, IMPLEMENTING, ADMINISTERING,
- 31 MONITORING, ENFORCING, AND EVALUATING THE PROGRAM, THE DEPARTMENT
- 32 SHALL ADJUST REGISTRATION FEES FOR THE FOLLOWING YEAR TO COVER THE
- 33 DEPARTMENT'S ACTUAL COSTS.

- 1 (B) THE REGISTRATION SHALL INCLUDE INFORMATION REGARDING:
- 2 (1) EACH PRODUCER INCLUDED UNDER THE REGISTRATION;
- 3 (2) EACH BRAND OF A COVERED PRODUCT INCLUDED UNDER THE 4 REGISTRATION;
- 5 (3) THE TOTAL NUMBER OF COVERED PRODUCTS SOLD IN THE STATE
- 6 IN THE IMMEDIATELY PRECEDING CALENDAR YEAR, INCLUDING THE TOTAL
- 7 NUMBER BY EACH CATEGORY OF A COVERED PRODUCT;
- 8 (4) THE TOTAL WEIGHT OF COVERED PRODUCTS SOLD IN THE STATE
- 9 IN THE IMMEDIATELY PRECEDING CALENDAR YEAR, INCLUDING THE TOTAL WEIGHT
- 10 BY EACH CATEGORY OF A COVERED PRODUCT:
- 11 (5) THE AVERAGE PERCENTAGE OF POSTCONSUMER RECYCLED
- 12 CONTENT FOR EACH CATEGORY OF A COVERED PRODUCT SOLD IN THE STATE IN THE
- 13 IMMEDIATELY PRECEDING CALENDAR YEAR;
- 14 (6) PROOF OF THIRD-PARTY CERTIFICATION IN ACCORDANCE WITH
- 15 SUBSECTION (C) OF THIS SECTION; AND
- 16 (7) ANY ADDITIONAL INFORMATION REQUIRED BY THE DEPARTMENT
- 17 IN REGULATION.
- 18 (C) (1) ON OR BEFORE MARCH 1 EACH YEAR, BEGINNING IN 2028, A
- 19 PRODUCER SHALL INCLUDE PROOF OF THIRD-PARTY CERTIFICATION OF THE
- 20 POSTCONSUMER RECYCLED CONTENT OF EACH COVERED PRODUCT INCLUDED IN
- 21 THE REGISTRATION IN A MANNER REQUIRED BY THE DEPARTMENT.
- 22 (2) THE CERTIFICATION REQUIRED UNDER PARAGRAPH (1) OF THIS
- 23 SUBSECTION SHALL BE COMPLETED BY AN INDEPENDENT, ACCREDITED
- 24 CERTIFYING BODY AS REQUIRED BY THE INTERNATIONAL ORGANIZATION FOR
- 25 STANDARDIZATION.
- 26 (D) ANY SALES DATA SUBMITTED TO THE DEPARTMENT TO COMPLY WITH
- 27 THE REQUIREMENTS OF THIS SECTION SHALL BE TREATED AS CONFIDENTIAL AND
- 28 PROPRIETARY, AND MAY NOT BE DISCLOSED EXCEPT AS OTHERWISE REQUIRED BY
- 29 LAW.
- 30 **9–2704.**

- 1 (A) (1) THIS SECTION APPLIES TO BEVERAGE CONTAINERS THAT ARE
  2 PRIMARILY COMPOSED OF ONE OR MORE PLASTIC RESINS AND INTENDED TO
  3 CONTAIN BEVERAGES UP TO 2 GALLONS IN CAPACITY, INCLUDING AN INDIVIDUAL,
  4 SEALABLE, SEPARATE BOTTLE, CAN, JAR, CARTON, OR OTHER BEVERAGE
  5 CONTAINER THAT IS CAPABLE OF MAINTAINING ITS SHAPE WHEN EMPTY.
  - (2) THIS SECTION DOES NOT APPLY TO:
- 7 (I) REFILLABLE BEVERAGE CONTAINERS, INCLUDING 8 CONTAINERS THAT ARE SUFFICIENTLY DURABLE FOR MULTIPLE ROTATIONS OF 9 THEIR ORIGINAL PURPOSE OR A SIMILAR PURPOSE AND ARE INTENDED TO 10 FUNCTION IN A SYSTEM OF REUSE;
- 11 (II) LINERS, BLADDERS, CAPS, CORKS, CLOSURES, LABELS, AND 12 OTHER ITEMS ADDED TO THE BOTTLE OR CONTAINER BUT THAT ARE SEPARATE 13 FROM THE STRUCTURE OF THE BOTTLE OR CONTAINER;
- 14 (III) CONTAINERS CERTIFIED BY THE BIODEGRADABLE 15 PRODUCTS INSTITUTE AS COMPOSTABLE; OR
- 16 (IV) CONTAINERS USED FOR INFANT FORMULA, MEDICAL 17 BEVERAGES, OR FORTIFIED ORAL NUTRITIONAL SUPPLEMENTS.
- 18 **(B)** THE MINIMUM POSTCONSUMER RECYCLED CONTENT PERCENTAGE 19 REQUIREMENT FOR PLASTIC BEVERAGE CONTAINERS IS:
- 20 (1) From January 1, 2027, to December 31, 2028, both 21 inclusive, 15%;
- 22 **(2)** From January 1, 2029, to December 31, 2032, both 23 inclusive, 25%; and
- 24 (3) ON AND AFTER JANUARY 1, 2033, 50%.
- 25 **9–2705**.

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- 26 (A) (1) THIS SECTION APPLIES TO RIGID PLASTIC CONTAINERS OR OTHER
  27 NONDURABLE CONTAINERS THAT ARE PRIMARILY COMPOSED OF ONE OR MORE
  28 PLASTIC RESINS, ARE CAPABLE OF MAINTAINING THEIR SHAPE WHEN EMPTY, AND
  29 ARE USED TO PACKAGE OR STORE FOOD.
  - (2) THIS SECTION DOES NOT APPLY TO:

- 1 (I) REFILLABLE RIGID PLASTIC FOOD CONTAINERS,
- 2 INCLUDING CONTAINERS THAT ARE SUFFICIENTLY DURABLE FOR MULTIPLE
- 3 ROTATIONS OF THEIR ORIGINAL PURPOSE OR A SIMILAR PURPOSE AND ARE
- 4 INTENDED TO FUNCTION IN A SYSTEM OF REUSE;
- 5 (II) RIGID PLASTIC CONTAINERS THAT CONTAIN DIETARY
- 6 SUPPLEMENTS; OR
- 7 (III) A PLASTIC BEVERAGE CONTAINER UNDER § 9–2704 OF THIS
- 8 SUBTITLE.
- 9 (B) THE MINIMUM POSTCONSUMER RECYCLED CONTENT PERCENTAGE
- 10 REQUIREMENT FOR RIGID PLASTIC CONTAINERS USED TO PACKAGE OR STORE FOOD
- 11 **IS:**
- 12 (1) From January 1, 2027, to December 31, 2030, both
- 13 **INCLUSIVE, 15%**;
- 14 (2) From January 1, 2031, to December 31, 2033, both
- 15 INCLUSIVE, 30%; AND
- 16 **(3)** ON AND AFTER JANUARY 1, 2034, 40%.
- 17 **9–2706.**
- 18 (A) (1) THIS SECTION APPLIES TO RIGID PLASTIC CONTAINERS OR OTHER
- 19 NONDURABLE CONTAINERS THAT ARE PRIMARILY COMPOSED OF ONE OR MORE
- 20 PLASTIC RESINS, ARE CAPABLE OF MAINTAINING THEIR SHAPE WHEN EMPTY, AND
- 21 ARE USED FOR HOUSEHOLD CLEANING PRODUCTS OR PERSONAL CARE PRODUCTS.
- 22 (2) THIS SECTION DOES NOT APPLY TO:
- 23 (I) REFILLABLE HOUSEHOLD CLEANING AND PERSONAL CARE
- 24 PRODUCT CONTAINERS, INCLUDING CONTAINERS THAT ARE SUFFICIENTLY
- 25 DURABLE FOR MULTIPLE ROTATIONS OF THEIR ORIGINAL PURPOSE OR A SIMILAR
- 26 PURPOSE AND ARE INTENDED TO FUNCTION IN A SYSTEM OF REUSE; OR
- 27 (II) RIGID PLASTIC CONTAINERS THAT ARE MEDICAL DEVICES
- 28 OR THAT ARE USED FOR:
- 29 1. MEDICAL PRODUCTS THAT ARE REQUIRED TO BE
- 30 STERILE; OR

### 2. Nonprescription or prescription drugs.

- 2 (B) THE MINIMUM POSTCONSUMER RECYCLED CONTENT PERCENTAGE
- 3 REQUIREMENT FOR RIGID PLASTIC CONTAINERS USED FOR HOUSEHOLD CLEANING
- 4 OR PERSONAL CARE PRODUCTS IS:
- 5 (1) From January 1, 2027, to December 31, 2030, both
- 6 INCLUSIVE, 25%;
- 7 (2) From January 1, 2031, to December 31, 2034, both
- 8 INCLUSIVE, 30%; AND
- 9 **(3)** ON AND AFTER JANUARY 1, 2035, 35%.
- 10 **9–2707.**
- THE DEPARTMENT MAY GRANT A TEMPORARY WAIVER FROM THE
- 12 REQUIREMENTS UNDER THIS SUBTITLE TO A PRODUCER IF THE DEPARTMENT
- 13 DETERMINES THAT ACHIEVING COMPLIANCE UNDER THIS SUBTITLE WOULD
- 14 PRESENT AN UNDUE HARDSHIP OR A PRACTICAL DIFFICULTY NOT GENERALLY
- 15 APPLICABLE TO OTHER PRODUCERS IN SIMILAR CIRCUMSTANCES.
- 16 **9–2708.**
- 17 (A) THE DEPARTMENT MAY:
- 18 (1) CONDUCT AUDITS AND INVESTIGATIONS FOR THE PURPOSE OF
- 19 ENSURING COMPLIANCE WITH THE REQUIREMENTS OF THIS SUBTITLE; AND
- 20 (2) PARTICIPATE IN THE ESTABLISHMENT AND IMPLEMENTATION OF
- 21 A MULTISTATE CLEARINGHOUSE TO ASSIST IN CARRYING OUT THE REQUIREMENTS
- 22 OF THIS SUBTITLE, INCLUDING TO:
- 23 (I) HELP COORDINATE THE REVIEW OF REGISTRATIONS,
- 24 WAIVER REQUESTS, AND CERTIFICATIONS; AND
- 25 (II) IMPLEMENT EDUCATION AND OUTREACH ACTIVITIES.
- 26 (B) ON AN ANNUAL BASIS, THE DEPARTMENT SHALL PUBLISH ON ITS
- 27 WEBSITE:
- 28 (1) A LIST OF EACH REGISTERED PRODUCER OF A COVERED
- 29 PRODUCT AND ASSOCIATED BRAND NAMES;

- 1 (2) THE COMPLIANCE STATUS FOR EACH REGISTERED PRODUCER;
- 2 **AND**
- 3 (3) ANY OTHER INFORMATION DEEMED APPROPRIATE BY THE
- 4 **DEPARTMENT.**
- 5 **9–2709**.
- 6 THE DEPARTMENT SHALL ADOPT REGULATIONS TO CARRY OUT THIS
- 7 SUBTITLE.
- 8 **9–2710**.
- 9 (A) (1) EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION, THE
- 10 PROVISIONS OF §§ 9-334 THROUGH 9-342 OF THIS TITLE APPLY TO ENFORCE
- 11 VIOLATIONS OF THIS SUBTITLE.
- 12 (2) A PENALTY MAY NOT BE IMPOSED ON A PRODUCER UNDER THIS
- 13 SECTION FOR FAILING TO REGISTER WITH THE DEPARTMENT UNDER § 9–2703 OF
- 14 THIS SUBTITLE UNLESS:
- 15 (I) THE DEPARTMENT FIRST ISSUES A WRITTEN NOTICE OF
- 16 VIOLATION TO THE PRODUCER; AND
- 17 (II) THE PRODUCER HAS NOT REGISTERED WITH THE
- 18 DEPARTMENT WITHIN 90 DAYS OF RECEIPT OF THE WRITTEN NOTICE.
- 19 (B) (1) BEGINNING JANUARY 1, 2027, A PRODUCER THAT DOES NOT
- 20 MEET THE MINIMUM POSTCONSUMER RECYCLED CONTENT PERCENTAGE
- 21 REQUIREMENTS ESTABLISHED UNDER THIS SUBTITLE IS SUBJECT TO AN
- 22 ADMINISTRATIVE PENALTY EACH YEAR THE VIOLATION OCCURS.
- 23 (2) AN ADMINISTRATIVE PENALTY IMPOSED UNDER THIS
- 24 SUBSECTION SHALL EQUAL THE PRODUCT OF MULTIPLYING:
- 25 (I) THE TOTAL POUNDS OF PLASTIC USED IN THE PRODUCT
- 26 CATEGORY MULTIPLIED BY THE RELEVANT MINIMUM POSTCONSUMER RECYCLED
- 27 CONTENT PERCENTAGE, LESS THE TOTAL POUNDS OF POSTCONSUMER RECYCLING
- 28 PLASTIC USED; AND
  - (II) 20 CENTS.

- 1 (3) THE DEPARTMENT MAY ADJUST THE ADMINISTRATIVE PENALTY 2 AMOUNT IMPOSED UNDER THIS SUBSECTION AS NECESSARY TO ENSURE THAT THE
- 3 ADMINISTRATIVE PENALTY EXCEEDS THE COST OF COMPLIANCE.
- 4 (4) (I) THE DEPARTMENT MAY GRANT A REDUCTION IN THE
- 5 ADMINISTRATIVE PENALTIES IMPOSED UNDER THIS SUBSECTION IF A PRODUCER
- 6 SUBMITS TO THE DEPARTMENT A CORRECTIVE ACTION PLAN AND THE
- 7 DEPARTMENT APPROVES THE CORRECTIVE ACTION PLAN.
- 8 (II) A CORRECTIVE ACTION PLAN SUBMITTED UNDER THIS
- 9 PARAGRAPH SHALL INCLUDE:
- 10 THE REASONS THE PRODUCER WILL FAIL TO MEET OR
- 11 FAILED TO MEET THE MINIMUM POSTCONSUMER RECYCLED CONTENT PERCENTAGE
- 12 REQUIREMENTS; AND
- 13 2. The steps that the producer will take to
- 14 COMPLY WITH THE REQUIREMENTS DURING THE SUBSEQUENT REPORTING YEAR.
- 15 (III) IN DETERMINING WHETHER TO GRANT A REDUCTION IN THE
- 16 ADMINISTRATIVE PENALTIES, THE DEPARTMENT SHALL CONSIDER:
- 17 **1.** ANOMALOUS MARKET CONDITIONS;
- 2. Disruption in Supply or lack of Supply of
- 19 RECYCLED PLASTICS;
- 3. Efforts undertaken by the producer to
- 21 INCREASE THE RECYCLABILITY OF THE PRODUCER'S PRODUCT AND THE SUPPLY OF
- 22 POSTCONSUMER RECYCLED PLASTIC; AND
- 23 4. OTHER FACTORS THAT PREVENT A PRODUCER FROM
- 24 MEETING THE MINIMUM POSTCONSUMER RECYCLED CONTENT PERCENTAGE
- 25 REQUIREMENTS.
- 26 SECTION 2. AND BE IT FURTHER ENACTED, That:
- 27 (a) The Department of the Environment shall contract with a research university 28 or an independent third–party consultant to:
- 29 (1) evaluate the implementation of this Act and its effectiveness in
- 30 stimulating the recycling markets in the State and displacing virgin plastic with
- 31 postconsumer recycled content; and

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- 1 (2) make recommendations for legislative or administrative actions, if any, 2 necessary to further the purpose of this Act.
- 3 (b) On or before October 1, 2030, the Department shall:
- 4 (1) report the findings and recommendations of the research university or independent third-party consultant to the Governor and, in accordance with § 2–1257 of the State Government Article, the Senate Education, Energy, and the Environment Committee and the House Environment and Transportation Committee; and
- 8 (2) post the findings and recommendations on the Department's website.
- 9 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 10 October 1, 2025.