A-Engrossed Senate Bill 1508

Ordered by the Senate February 16 Including Senate Amendments dated February 16

Sponsored by Senator ATKINSON; Senator HASS (Presession filed.)

SUMMARY

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

Allows beverage distributors or importers to establish distributor cooperative for certain purposes. Provides that dealer that uses distributor cooperative is not required to return beverage containers to distributor or importer that does not participate in distributor cooperative. Requires distributor cooperative, and distributors and importers that do not participate in distributor cooperative, to provide Oregon Liquor Control Commission with report on beverage container return data each calendar year. Punishes failure to provide such information by potential suspension or revocation of license and maximum one year's imprisonment, \$6,250 fine, or both.

Requires commission, by August 1 of each calendar year, to calculate and post on website previous calendar year's percentage of beverage containers returned for refund value for each distributor cooperative, for each distributor or importer that does not participate in distributor cooperative and for all distributors and importers in Oregon.

Declares emergency, effective on passage.

- Relating to beverage containers; creating new provisions; amending ORS 459.992; and declaring an emergency.
- 4 Be It Enacted by the People of the State of Oregon:
 - SECTION 1. Section 2 of this 2012 Act is added to and made a part of ORS 459A.700 to 459A.740.
 - <u>SECTION 2.</u> (1) Two or more distributors or importers may establish a distributor cooperative for the purposes of:
 - (a) Collecting the refund value of beverage containers specified in ORS 459A.705 from distributors or importers and refunding to dealers the amount the dealers paid for the refund value of empty beverage containers;
 - (b) Paying the refund value specified in ORS 459A.705 for beverage containers sold in this state; and
 - (c) Processing beverage containers sold in this state.
 - (2) A distributor cooperative established under this section must service a majority of the dealers in this state.
 - (3) If a distributor cooperative is established, a dealer that uses the distributor cooperative to redeem and process beverage containers sold in this state is not required to return beverage containers to a distributor or importer that does not participate in the distributor cooperative, provided that the dealer or the distributor cooperative provides an accounting to the distributor or importer of the beverage containers by brand and kind that were distributed by the distributor or importer and subsequently redeemed by the dealer or distrib-

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utor cooperative.

- (4) Upon receipt of the accounting required by subsection (3) of this section, a distributor or importer that does not participate in the distributor cooperative must pay the refund value of the redeemed beverage containers specified in the accounting to the dealer or distributor cooperative that provided the accounting.
- (5)(a) For purposes of this subsection, beverage container return data is the number of beverage containers returned for the refund value specified in ORS 459A.705 in Oregon during the calendar year and the number of beverage containers that carry a refund value specified in ORS 459A.705 sold in Oregon during the calendar year, calculated separately.
- (b) By July 1 of each calendar year, a distributor cooperative shall provide the Oregon Liquor Control Commission with a report that lists, in aggregate form for all distributors and importers that participate in the distributor cooperative, the previous calendar year's beverage container return data, calculated separately for glass, metal and plastic beverage containers.
- (c) By July 1 of each calendar year, a distributor or importer that does not participate in a distributor cooperative shall provide the commission with a report that lists the distributor's or the importer's beverage container return data for the previous calendar year, calculated separately for glass, metal and plastic beverage containers.
- (6)(a) By August 1 of each calendar year, using the beverage container return data provided in subsection (5)(b) of this section, the Oregon Liquor Control Commission shall calculate the previous calendar year's percentage of beverage containers returned for the refund value specified in ORS 459A.705 for each distributor cooperative. The commission shall carry out the calculation separately for glass, metal and plastic beverage containers and shall post the percentages on the commission's website.
- (b) By August 1 of each calendar year, using the beverage container return data provided in subsection (5)(c) of this section, the commission shall calculate the previous calendar year's percentage of beverage containers returned for the refund value specified in ORS 459A.705 for each distributor or importer that does not participate in a distributor cooperative. The commission shall carry out the calculation separately for glass, metal and plastic beverage containers and shall post the percentages on the commission's website.
- (c) By August 1 of each calendar year, using the beverage container return data provided in subsection (5)(b) and (c) of this section, the commission shall calculate the previous calendar year's percentage of beverage containers returned for the refund value specified in ORS 459A.705 for all distributors and importers in Oregon. The commission shall carry out the calculation for all beverage containers, and separately for glass, metal and plastic beverage containers, and shall post the percentages on the commission's website.
- (d) Except for the percentages described in paragraphs (a) to (c) of this subsection, the commission may not disclose any information provided by a distributor, an importer or a distributor cooperative under subsection (5) of this section.
- SECTION 3. The first reports to the Oregon Liquor Control Commission required under section 2 (5) of this 2012 Act must be filed no later than July 1, 2013, for calendar year 2012.

SECTION 4. ORS 459.992 is amended to read:

- 459.992. (1) The following are Class A misdemeanors:
- 44 (a) Violation of rules or ordinances adopted under ORS 459.005 to 459.105 and 459.205 to 459.385.
 - (b) Violation of ORS 459.205.

1 (c) Violation of ORS 459.270.

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- (d) Violation of ORS 459A.080.
- 3 (e) Violation of ORS 459.272.
 - (2) Each day a violation referred to by subsection (1) of this section continues constitutes a separate offense. Such separate offenses may be joined in one indictment or complaint or information in several counts.
 - (3) Violation of ORS 459A.705, 459A.710 or 459A.720 or section 2 (5) of this 2012 Act is a Class A misdemeanor.
 - (4) In addition to the penalty prescribed by subsection (3) of this section, the Oregon Liquor Control Commission or the State Department of Agriculture may revoke or suspend the license of any person who willfully violates ORS 459A.705, 459A.710 or 459A.720 or section 2 (5) of this 2012 Act, who is required by ORS chapter 471 or 635, respectively, to have a license.

<u>SECTION 4.</u> This 2012 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2012 Act takes effect on its passage.
