HOUSE AMENDMENTS TO A-ENGROSSED HOUSE BILL 2048

By JOINT COMMITTEE ON WAYS AND MEANS

June 26

1	On page 1 of the printed A-engrossed bill, delete line 3 and insert "6, 7 and 9, chapter 777,		
2	Oregon Laws 2009; repealing sections 13 and 14, chapter 777, Oregon Laws 2009; and declaring an		
3	emergency.".		
4	Delete lines 5 through 24 and delete pages 2 through 8 and insert:		
5			
6	"ARCHITECTURAL PAINT STEWARDSHIP PROGRAM		
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8	"SECTION 1. Section 2, chapter 777, Oregon Laws 2009, is amended to read:		
9	"Sec. 2. As used in sections 1 to 10, chapter 777, Oregon Laws 2009 [of this 2009 Act]:		
10	"(1)(a) 'Architectural paint' means interior and exterior architectural coatings sold in containers		
11	of five gallons or less.		
12	"(b) 'Architectural paint' does not mean industrial, original equipment or specialty coatings.		
13	"(2) 'Architectural paint stewardship assessment' means the amount added to the purchase price		
14	of architectural paint sold in this state [necessary] to cover the cost of collecting, transporting and		
15	processing the post-consumer architectural paint managed through a statewide architectural paint		
16	stewardship [pilot] program.		
17	"(3) 'Cost per gallon' means the total cost to a stewardship organization, including the		
18	amounts held in unallocated reserve funds, of an architectural paint stewardship program		
19	during a calendar year divided by the total number of gallons of post-consumer architectural		
20	paint collected during the same calendar year.		
21	"[(3)] (4) 'Distributor' means a company that has a contractual relationship with one or more		
22	producers to market and sell architectural paint to retailers in this state.		
23	"[(4)] (5) 'Energy recovery' means recovery in which all or a part of the solid waste materials		
24	of architectural paint are processed to use the heat content or other forms of energy from the solid		
25	waste materials.		
26	"(6) 'Environmentally sound management practices' means policies and practices that are		
27	to be implemented by a stewardship organization, or by contractors working for a		
28	stewardship organization, to ensure compliance with all applicable laws related to the col-		
29	lection, storage, transportation, reuse, recycling and disposal of post-consumer architectural		
30	paint and that address:		
31	"(a) Adequate record keeping;		
32	"(b) The tracking and documentation of the fate of post-consumer architectural paint		
33	within this state and outside this state; and		
34	"(c) Adequate environmental liability coverage for professional services and for the op-		
35	erations of contractors working for a stewardship organization.		

"(7)(a) 'Permanent collection site' means a collection site for post-consumer architec-1 2 tural paint at a fixed location with regular hours of operation.

"(b) 'Permanent collection site' does not mean collection events.

4 "[(5)] (8) 'Post-consumer architectural paint' means architectural paint not used and no longer wanted by its purchaser. 5

6 "(9) 'Premium service' means the curbside collection of post-consumer architectural 7 paint by local governments as defined in ORS 174.116, a collection service franchise holder under ORS 459A.085 or any person authorized by a local government to provide collection 8 service as defined in ORS 459.005 (3), which is included in rates for the curbside collection 9 10 paid by the customers.

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"[(6)] (10) 'Producer' means a person that manufactures architectural paint that is sold or of-12fered for sale in this state.

"(7)(a) (11)(a) 'Recycling' means any process by which discarded products, components and 13by-products are transformed into new usable or marketable materials in a manner in which the 14 15products may lose their original composition.

16 "(b) 'Recycling' does not include energy recovery or energy generation by means of combusting discarded products, components and by-products with or without other waste products from post-1718 consumer architectural paint.

19 (12) 'Recycling rate' means the percentage of the total amount of latex post-consumer 20 architectural paint collected by a stewardship organization in a calendar year that is recycled 21during the same calendar year.

22"[(8)] (13) 'Retailer' means any person that sells or offers for sale architectural paint at retail 23in this state.

24 "[(9)] (14) 'Reuse' means the return of a product into the economic stream for use in the same 25kind of application intended for the use of the product, without a change in the product's original 26composition or packaging.

27"[(10)] (15) 'Sell' or 'sale' means any transfer of title for consideration, including remote sales conducted through sales outlets, catalogs or the Internet or through any other similar electronic 28 29 means.

"[(11) 'Sound management practices' means policies to be implemented by a producer or a 30 stewardship organization to ensure compliance with all applicable laws and that address:] 31

32"[(a) Adequate record keeping;]

33 "[(b) The tracking and documentation of the use, reuse or disposal of post-consumer architectural 34paint within this state and outside this state; and]

"[(c) Adequate environmental liability coverage for professional services and for the operations of 35 contractors working for producers or a stewardship organization.] 36

37 "[(12)] (16) 'Stewardship organization' means a corporation, nonprofit organization or other legal entity created by a producer or group of producers to implement [the] an architectural paint 38 stewardship [pilot] program as described in sections 1 to 10 [of this 2009 Act], chapter 777, Oregon 39 40 Laws 2009.

41 "SECTION 2. Section 3, chapter 777, Oregon Laws 2009, is amended to read:

"Sec. 3. (1) A producer or retailer may not sell or offer for sale architectural paint to any 42person in this state unless the producer is participating in [a] an approved statewide architectural 43 44 paint stewardship [pilot] program organized by a stewardship organization. A retailer is in compliance with this [section] subsection if, on the date the architectural paint was ordered from the 45

producer or its agent, the website maintained by the Department of Environmental Quality lists the
 producer, along with the producer's product brand, as participating in an **approved** architectural
 paint stewardship [*pilot*] program.

4 "(2)(a) [At the time of sale to a consumer, a producer or retailer] A stewardship organization 5 must provide retailers selling or offering for sale architectural paint [must provide the consumer] 6 with information on available [end-of-product-life management options] collection opportunities for 7 post-consumer architectural paint offered through [an] the organization's architectural paint 8 stewardship [pilot] program.

9 "(b) A retailer that sells or offers for sale architectural paint must provide the informa-10 tion described in paragraph (a) of this subsection to the consumer at the time of sale.

"SECTION 3. Section 4, chapter 777, Oregon Laws 2009, is amended to read:

12 "Sec. 4. (1) [No later than March 1, 2010,] A stewardship organization must submit a plan for 13 a statewide architectural paint stewardship [pilot] program to the Director of the Department of 14 Environmental Quality for approval under section 6 of this 2013 Act. The plan must address the 15 requirements set forth in subsections (2) and (4) of this section.

16 "(2) The plan must:

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"[(a) Provide for convenient and available statewide collection of post-consumer architectural paint
in urban and rural areas of this state;]

"[(b) Identify each producer participating in the program and the brands of architectural paint sold
by each producer; and]

(a) Specify educational and outreach activities and materials that promote the architectural paint stewardship program. Educational and outreach materials must include, but are not limited to, signage, written materials and templates of materials for reproduction by retailers to be provided to the consumer at the time of sale. The materials must:

25 "(A) Identify collection opportunities for post-consumer architectural paint;

"(B) Explain the architectural paint stewardship assessment described in this section;
 and

28 **"(C) Promote:**

29 "(i) A reduction in the generation of post-consumer architectural paint; and

30 "(ii) The reuse, recovery and recycling of post-consumer architectural paint.

31 "(b) Specify activities related to the establishment and maintenance of a convenient 32 system for the collection of post-consumer architectural paint as described in section 4 of 33 this 2013 Act.

"(c) Establish and provide for the development and implementation of goals to reduce the
 generation of post-consumer architectural paint, including goals for:

"(A) Reducing the amount of post-consumer architectural paint that is generated in this
 state;

- 38 "(B) Increasing the recycling rate for latex paint; and
- 39 "(C) Increasing public awareness of the architectural paint stewardship program.

"(d) Promote the reuse of post-consumer architectural paint.

41 "(e) Undertake the responsibility of negotiating and executing contracts to collect,
 42 transport, recycle and process post-consumer architectural paint for end-of-product-life
 43 management that includes recycling, energy recovery and disposal.

44 "(f) Describe how the end-of-product-life management of post-consumer architectural 45 paint that is collected under the program will use environmentally sound management

1 practices that are consistent with ORS 459.015 (2).

"(g) Reflect compliance by the stewardship organization with section 3, chapter 777,
 Oregon Laws 2009.

4 "(3) The director may exempt a stewardship organization from one or more of the ac5 tivities specified in subsection (2) of this section if the director determines that the activity
6 is impracticable or is unlikely to further the provisions of sections 1 to 10, chapter 777,
7 Oregon Laws 2009.

8 "(4) In addition to the requirements specified in subsection (2) of this section, the plan 9 must also:

10 "(a) Identify each producer participating in the program.

11 "(b) Identify the participating brands of architectural paint sold in this state.

"(c) Identify the processors that manage the post-consumer architectural paint that is
 collected under the program.

"(d) Identify the transporters of post-consumer architectural paint that is collected un der the program.

16 "(e) Include an anticipated annual operating budget for the program for the next four 17 calendar years, beginning with the year in which the plan is submitted to the director, as 18 described in subsection (5) of this section.

19 "[(c)] (f) Include a funding mechanism whereby each architectural paint producer remits to the 20stewardship organization payment of an architectural paint stewardship assessment for each con-21tainer of architectural paint the producer sells in this state. The architectural paint stewardship 22assessment must be added to the cost of all architectural paint sold to Oregon retailers and dis-23tributors, and each Oregon retailer or distributor shall add the assessment to the purchase price of all architectural paint sold in this state. The architectural paint stewardship assessment may not 24 25be described as an Oregon recycling fee at the point of retail, and a fee may not be charged to the 26consumer at the point of collection of post-consumer architectural paint. To ensure that the funding 27mechanism is equitable and sustainable, a uniform architectural paint stewardship assessment must be established for all architectural paint sold in this state. The architectural paint stewardship as-28 sessment must be approved by the director as part of the plan and must be sufficient to recover, but 29 30 not exceed, the costs of the architectural paint stewardship [pilot] program.

"(5) The budget required under subsection (4) of this section shall include, but not be
 limited to, budget line items relating to:

"(a) The development and implementation of the educational and outreach activities and
 materials required under subsection (2)(a) of this section and the provision of information
 to retailers required under section 3, chapter 777, Oregon Laws 2009;

36 "(b) The collection, transportation and processing of post-consumer architectural paint 37 as part of the program;

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"(c) The administrative costs of the program to the stewardship organization;

39 "(d) The anticipated amount of moneys that the stewardship organization will hold in 40 unallocated reserve funds for the program;

41 "(e) The administrative fees paid to the Department of Environmental Quality under
 42 section 9, chapter 777, Oregon Laws 2009; and

43 "(f) Any additional budgetary information requested by the director that is necessary for
44 the director to approve the plan.

45 "[(3) Beginning no later than July 1, 2010, or two months after the plan is approved under sub-

1 section (1) of this section, whichever occurs first, the stewardship organization must:]

2 "[(a) Implement an architectural paint stewardship pilot program described in the plan;]

3 "[(b) Provide for the development and implementation of strategies to reduce the generation of 4 post-consumer architectural paint; and]

5 "[(c) Promote the reuse of post-consumer architectural paint and undertake the responsibility of 6 negotiating and executing contracts to collect, transport, recycle and process post-consumer architectural 7 paint for end-of-product-life management that includes recycling, energy recovery and disposal using 8 sound management practices.]

9 "[(4) A stewardship organization shall promote the architectural paint stewardship pilot program and provide consumers with educational materials describing collection opportunities for post-consumer architectural paint and information promoting waste prevention, reuse and recycling. The educational materials must also make consumers aware that funding for the operation of the architectural paint stewardship pilot program has been added to the purchase price of all architectural paint sold in this state.]

"<u>SECTION 4.</u> (1) The convenient system for the collection of post-consumer architectural
 paint required under section 4 (2), chapter 777, Oregon Laws 2009, must ensure that:

"(a) One permanent collection site exists for every 30,000 residents in this state.

18 "(b) Ninety-five percent of the residents in this state are within 15 miles of a permanent 19 collection site.

"(c) For those geographically underserved areas where the population is not within 15 miles of a permanent collection site, at least one but no more than two collection events are held per year in each geographically underserved area.

23 "(2) A stewardship organization is not required to comply with subsection (1)(b) of this 24 section for a given geographic area if the stewardship organization is able to demonstrate 25 that, after a good faith effort:

(a) The stewardship organization has been unable to identify an appropriate local government as defined in ORS 174.116, collection service franchise holder under ORS 459A.085, person who provides collection service as defined in ORS 459.005 (3), or a retailer, in the geographic area to coordinate with to establish a permanent collection site; or

30 "(b) The stewardship organization cannot reach feasible, reasonable and mutually agree-31 able terms with the appropriate local government, collection service franchise holder, person 32 who provides collection service, or a retailer, in the geographic area for participation in the 33 program as a permanent collection site.

"(3) A stewardship organization shall make a good faith effort to coordinate with the appropriate local government, collection service franchise holder or person who provides collection service for the promotion of and payment for a collection event under subsection (1)(c) of this section. If, after a good faith effort, the stewardship organization is unable to coordinate with the appropriate local government, collection service franchise holder or person who provides collection service, the stewardship organization shall promote and pay for the collection event.

41 "(4) A stewardship organization is not required to comply with subsection (1)(c) of this 42 section for a given geographic area if the Director of the Department of Environmental 43 Quality agrees with the stewardship organization that holding a collection event in that area 44 will not be practicable or effective.

45 "(5) For purposes of this section, a stewardship organization shall renegotiate a contract

1 for the establishment of a permanent collection site once every two years unless another 2 time frame is agreed to by the contracting parties.

"<u>SECTION 5.</u> (1) A stewardship organization must submit to the Director of the Depart ment of Environmental Quality for approval an amendment to a plan or updated plan that
 has been approved by the director under section 6 of this 2013 Act if, at any time:

6 "(a) The stewardship organization makes a change to the architectural paint stewardship 7 assessment that was approved by the director as part of the plan;

8 "(b) The stewardship organization makes a change to the types of post-consumer archi-9 tectural paint that will be collected by the stewardship organization under the plan;

"(c) The stewardship organization makes a change to the goals that were approved by the
 director as part of the plan; or

"(d) The director requests an amendment to the plan in order to address a specific find ing by the director that:

14 "(A) The administrative costs to the stewardship organization for the architectural paint 15 stewardship program equaled 20 percent or more of the organization's total annual budget 16 for the program during the prior calendar year;

"(B) The cost per gallon of the program during the prior calendar year was 10 or more
 percent higher than the preceding calendar year;

"(C) The unallocated reserve funds held by the stewardship organization for the program
 during the prior calendar year equaled 35 percent or more of the total annual budget for the
 program during the year;

"(D) The total volume, in gallons, of post-consumer architectural paint collected as part of the program during the prior calendar year was 10 or more percent lower than the preceding calendar year; or

25 "(E) The recycling rate for the program during the prior calendar year was 10 or more 26 percent lower than the preceding calendar year.

27 "(2) A stewardship organization must submit an amendment under subsection (1) of this 28 section within 120 days after the date of the change by the stewardship organization or the 29 date of the request by the director.

30 "<u>SECTION 6.</u> (1) The Director of the Department of Environmental Quality shall approve, 31 deny or request additional information on a new or updated plan or a plan amendment no 32 later than 60 days after the date the director receives the plan or amendment from the 33 stewardship organization.

"(2) If the director rejects, or requests additional information for, the new plan, updated plan or amendment, the director must provide the stewardship organization with the reasons in writing. The stewardship organization shall have 60 days from the date that the rejection or request for additional information is received to submit to the director any additional information necessary for the approval of the new plan, updated plan or amendment.

"(3) The director's rejection of, or request for additional information for, an updated plan or amendment submitted under this section does not relieve the stewardship organization from continuing to implement the architectural paint stewardship program in compliance with the approved plan pending a final action by the director on the updated plan or amendment.

44 "(4)(a) Beginning no later than two months after a new plan, updated plan or amended
 45 plan is approved under this section, a stewardship organization must implement an archi-

1 tectural paint stewardship program as described in the new, updated or amended plan.

"(b) A stewardship organization may enter into contracts with local governments as defined in ORS 174.116, a collection service franchise holder under ORS 459A.085 or any person who provides collection service as defined in ORS 459.005 (3) in order to implement a program under this subsection. In negotiating a contract with a local government, collection service franchise holder or person who provides collection service, terms of the contract may include, but are not limited to:

8 "(A) The coverage of costs for accepting post-consumer architectural paint and paint 9 containers into the program through permanent collection sites and collection events;

"(B) The processing of post-consumer architectural paint at the permanent collection
 site; or

"(C) The transportation, recovery and disposal of post-consumer architectural paint.

"(5) Nothing in this section shall be construed to limit the power of a local government,
 a collection service franchise holder, or any person authorized by a local government to
 provide collection service, to offer premium service.

16 "<u>SECTION 7.</u> If a stewardship organization makes any of the changes described in this 17 section to an architectural paint stewardship program as provided for in a plan approved by 18 the Director of the Department of Environmental Quality under section 6 of this 2013 Act, 19 the organization shall notify the director in writing, within 30 days of the date of the change 20 to the program, of:

"(1) A change in the location or the number of permanent collection sites identified in
 the plan;

23 "(2) A change in the producers or brands of architectural paint sold in this state that 24 are participating in the program;

"(3) A change in the processors that manage the post-consumer architectural paint col lected by the stewardship organization under the program; or

"(4) A change in the transporters of the post-consumer architectural paint collected by
the stewardship organization under the program.

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"SECTION 8. Section 6, chapter 777, Oregon Laws 2009, is amended to read:

30 "Sec. 6. (1) No later than [September 1, 2011, and by September 1 of each subsequent] April 1 31 of each year, a stewardship organization must submit [a] an annual report to the Director of the 32 Department of Environmental Quality describing the operation during the prior calendar year 33 of an architectural paint stewardship [pilot] program approved by the director under [section 4 of 34 this 2009 Act] section 6 of this 2013 Act. At a minimum, the report must contain:

"[(1)] (a) A description of the methods used to collect, transport, recycle and process post consumer architectural paint in this state;

"[(2) The volume and type of post-consumer architectural paint collected in all regions of this
 state;]

"(b) A calculation of the total volume in gallons of post-consumer architectural paint
 collected by the program, categorized by latex, alkyd and any other type of paint;

41 "(c) For each permanent collection site and collection event under the program:

42 "(A) A calculation of the total volume in gallons of post-consumer architectural paint
 43 collected at the site or event;

44 "(B) The address or, if no address is available, the physical location of the site or event;
 45 and

"(C) A description of whether the site or event is: 1

2 "(i) A permanent collection site located at a retailer;

3 "(ii) A permanent collection site or collection event for the program located within the 4 local solid waste collection infrastructure; or

(iii) A collection event promoted and paid for by a stewardship organization; 5

6 "(d) An estimate of the total weight and disposition of all paint containers collected by 7 the program;

"[(3)] (e) The total volume of post-consumer architectural paint collected [in this state] under 8 the program, categorized by method of disposition, including reuse, recycling, energy recovery and 9 10 disposal;

11 "(f) The data, conversion factors and any changes from prior years in the methodology used to complete the analysis required to comply with paragraphs (b) to (e) of this sub-1213section;

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"[(4)] (g) An independent financial audit of the program;

"[(5)] (h) A description of program [costs] revenues and costs for the prior year that follows 15the budget requirements provided in section 4, chapter 777, Oregon Laws 2009, and that fur-16 ther describes: 17

18 "(A) The total cost of the program during the prior year calculated as a per capita 19 amount for each resident of this state;

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"(B) The cost per gallon of the program during the prior year;

21"(C) The use by the stewardship organization of any revenues from the program during 22the past year that exceeded the total costs of the program, including a description of the amount held by the stewardship organization in unallocated reserve funds at the end of the 23reporting period; and 24

25"(D) If requested by the director, any additional budgetary information necessary for the 26 director to determine whether the stewardship organization must amend the plan under 27section 5 (1)(d) of this 2013 Act;

"(i) An updated budget for the next calendar year that follows the budget requirements 28provided in section 4, chapter 777, Oregon Laws 2009; 29

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"[(6)] (j) An evaluation of the operation of the program's funding mechanism;

"[(7)] (k) Samples of educational and outreach materials provided to consumers of architectural 3132paint, an evaluation of the methods used to disseminate those materials and an assessment of the 33 effectiveness of the education and outreach, including levels of waste prevention and reuse; [and]

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"[(8) An analysis of the environmental costs and benefits of collecting and recycling latex paint.]

"(L) Documentation of compliance with the requirements of section 4 (2)(b), chapter 777, 35 Oregon Laws 2009, and section 4 of this 2013 Act; 36

37 "(m) A description of the activities undertaken to achieve, and the progress made toward 38 achieving, the program goals as provided for in the program plan; and

39 "(n) Notification to the director of any additional proposed changes to the operation of 40 the program for the following calendar year, or a statement that the stewardship organiza-41 tion intends to continue to implement the program in the manner approved by the director under section 6 of this 2013 Act. 42

43 "(2) No later than June 15 of each year, the director shall meet with interested 44 stakeholders to review the annual reports submitted to the director under this section. The 45 director shall post to the website maintained by the Department of Environmental Quality 1 a copy of the minutes of the meeting within 30 days of the date of the meeting.

² "<u>SECTION 9.</u> Notwithstanding section 6 (1), chapter 777, Oregon Laws 2009, a stewardship ³ organization that submitted a plan for a statewide architectural paint stewardship pilot ⁴ program to the Director of the Department of Environmental Quality before the effective ⁵ date of this 2013 Act shall submit to the director not later than April 1, 2014, a report for ⁶ the period beginning July 1, 2013, and ending December 31, 2013, that fulfills all the require-⁷ ments of section 6, chapter 777, Oregon Laws 2009.

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"SECTION 10. Section 9, chapter 777, Oregon Laws 2009, is amended to read:

9 "Sec. 9. (1) The Department of Environmental Quality shall charge the following fees to be paid
10 by a stewardship organization for administering sections 1 to 10 [of this 2009 Act], chapter 777,
11 Oregon Laws 2009:

"(a) \$10,000 when the plan or updated plan specified in section 4 [of this 2009 Act], chapter
777, Oregon Laws 2009, is submitted to the [department] Director of the Department of Environmental Quality; and

"(b) [\$10,000] \$40,000 each year [thereafter] that an approved architectural paint stewardship
 program is implemented for administrative costs related to the [architectural paint stewardship
 pilot] program.

"[(2) The department may establish a schedule of fees in lieu of the fees specified in subsection (1) of this section that is based on an average of the results of the financial audits described in section 6 of this 2009 Act and that do not exceed 0.05 percent of the average architectural paint stewardship pilot program costs reported in the financial audits.]

"[(3)] (2) Fees collected by the department under this section shall be deposited in the Product
 Stewardship Fund established under section 10 [of this 2009 Act], chapter 777, Oregon Laws 2009.

"<u>SECTION 11.</u> Section 7, chapter 777, Oregon Laws 2009, as amended by section 1, chapter 146,
 Oregon Laws 2011, is amended to read:

"Sec. 7. (1)(a) Except for the financial, cost, production or sales data and records specified in paragraph (b) of this subsection, the Department of Environmental Quality may not disclose any financial, cost, production or sales data and records of a stewardship organization, or of a specific producer, obtained by the department as part of the approval of a plan, or updated plan, for a statewide architectural paint stewardship [*pilot*] program pursuant to section 4, chapter 777, Oregon Laws 2009, or as part of an annual report submitted pursuant to section 6, chapter 777, Oregon Laws 2009.

33 "(b) If the Department of Environmental Quality determines that disclosure is necessary for the public to adequately understand the derivation of the architectural paint stewardship assessment 3435 described in section 4, chapter 777, Oregon Laws 2009, the level of the services or associated costs 36 that are anticipated under the assessment or the services or associated costs that are delivered 37 under the assessment, the department may disclose, in aggregate form, information contained in the 38 financial, cost, production or sales data and records related to the level of service and associated 39 costs for the following services offered by the statewide architectural paint stewardship [pilot] pro-40 gram:

41 "(A) Collection, reuse, transportation, recycling, energy recovery, disposal and other processing
 42 of waste paint;

43 "(B) Waste reduction efforts;

44 "(C) Education and promotion; and

45 "(D) Administration.

1 "(2) The Department of Environmental Quality may not disclose the names of brands by specific 2 producers obtained by the department as part of the approval of a plan for a statewide architectural 3 paint stewardship [*pilot*] program pursuant to section 4, chapter 777, Oregon Laws 2009. The de-4 partment may disclose separate lists indicating participating producers and participating brands of 5 the statewide architectural paint stewardship [*pilot*] program.

6 "(3) Nothing in this section shall impose additional reporting obligations on a stewardship or-7 ganization beyond those specified in sections 1 to 10, chapter 777, Oregon Laws 2009.

8 "<u>SECTION 12.</u> No later than June 1 of each year, the Director of the Department of En-9 vironmental Quality shall publish an estimate of the total volume, in gallons, of post-10 consumer architectural paint collected in each wasteshed or metropolitan service district as 11 part of an architectural paint stewardship program during the prior calendar year. For each 12 wasteshed or metropolitan service district, the director shall also publish, stated as a per-13 centage, the portion of the total volume in gallons of post-consumer architectural paint col-14 lected under the program at each of the following:

15 "(1) Permanent collection sites located at a retailer;

"(2) Permanent collection sites and collection events for the program located within the
 local solid waste collection infrastructure; and

"(3) Collection events promoted and paid for by a stewardship organization.

"PENALTIES

"<u>SECTION 13.</u> ORS 459.995 is amended to read:

"459.995. (1) Except as provided in subsection (2) of this section, in addition to any other penalty
 provided by law:

"(a) Any person who violates ORS 459.205, 459.270, 459.272, 459.386 to 459.405, 459.705 to 459.790, 459A.005 to 459A.620, 459A.310 to 459A.335, 459A.675 to 459A.685 or 646A.080, or any rule or order of the Environmental Quality Commission pertaining to the disposal, collection, storage or reuse or recycling of solid wastes, as defined by ORS 459.005, or any rule or order pertaining to the disposal, storage or transportation of waste tires, as defined by ORS 459.705, or any rule or order pertaining to the sale of novelty items that contain encapsulated liquid mercury, [*shall incur*] **incurs** a civil penalty not to exceed \$25,000 [a] **per** day for each day of the violation.

32 "(b) Any person who violates the provisions of ORS 459.420 to 459.426 [shall incur] incurs a civil 33 penalty not to exceed \$500 for each violation. Each battery that is disposed of improperly [shall 34 be] is a separate violation. Each day an establishment fails to post the notice required under ORS 35 459.426 [shall be] is a separate violation.

36 "(c) For each day a city, county or metropolitan service district fails to provide the opportunity 37 to recycle as required under ORS 459A.005, the city, county or metropolitan service district [shall 38 incur] incurs a civil penalty not to exceed \$500 for each violation.

39 "(d) Any person who violates the provisions of ORS 459.247 (1)(f) [shall incur] incurs a civil 40 penalty not to exceed \$500 for each violation. Each covered electronic device that is disposed of 41 improperly [shall be] is a separate violation.

42 "(e) Any retailer that violates the provisions of section 3 (1) or (2)(b), chapter 777, Oregon
43 Laws 2009, incurs a civil penalty not to exceed \$100 per day for each day of the violation.

44 "(f) Any producer that violates the provisions of section 3 (1), chapter 777, Oregon Laws
45 2009, incurs a civil penalty not to exceed \$1,000 per day for each day of the violation.

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1 "(g) Any stewardship organization that violates the provisions of section 3 (2)(a), 4 or 6, 2 chapter 777, Oregon Laws 2009, sections 4 to 7 of this 2013 Act, or section 9 of this 2013 Act, 3 incurs a civil penalty not to exceed \$1,000 per day for each day of the violation.

"(2) Any product manufacturer or package manufacturer who violates ORS 459A.650 to 459A.665
or any rule adopted under ORS 459A.650 to 459A.665 [*shall incur*] incurs a civil penalty not to exceed \$1,000 per day for each day of the violation. A violation of ORS 459A.650 to 459A.665 [*shall not be*] is not subject to additional penalties under subsection (1) of this section.

"(3) Any civil penalty authorized by subsection (1) or (2) of this section shall be imposed in the
manner provided by ORS 468.135.

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"SECTION 14. ORS 459.995, as amended by section 13 of this 2013 Act, is amended to read:

"459.995. (1) Except as provided in subsection (2) of this section, in addition to any other penalty provided by law:

"(a) Any person who violates ORS 459.205, 459.270, 459.272, 459.386 to 459.405, 459.705 to 459.790, 459A.005 to 459A.620, 459A.310 to 459A.335, 459A.675 to 459A.685 or 646A.080, or any rule or order of the Environmental Quality Commission pertaining to the disposal, collection, storage or reuse or recycling of solid wastes, as defined by ORS 459.005, or any rule or order pertaining to the disposal, storage or transportation of waste tires, as defined by ORS 459.705, or any rule or order pertaining to the sale of novelty items that contain encapsulated liquid mercury, incurs a civil penalty not to exceed \$25,000 per day for each day of the violation.

"(b) Any person who violates the provisions of ORS 459.420 to 459.426 incurs a civil penalty not
to exceed \$500 for each violation. Each battery that is disposed of improperly is a separate violation.
Each day an establishment fails to post the notice required under ORS 459.426 is a separate violation.

24 "(c) For each day a city, county or metropolitan service district fails to provide the opportunity 25 to recycle as required under ORS 459A.005, the city, county or metropolitan service district incurs 26 a civil penalty not to exceed \$500 for each violation.

"(d) Any person who violates the provisions of ORS 459.247 (1)(f) incurs a civil penalty not to exceed \$500 for each violation. Each covered electronic device that is disposed of improperly is a separate violation.

"(e) Any retailer that violates the provisions of section 3 (1) or (2)(b), chapter 777, Oregon Laws
2009, incurs a civil penalty not to exceed \$100 per day for each day of the violation.

"(f) Any producer that violates the provisions of section 3 (1), chapter 777, Oregon Laws 2009, incurs a civil penalty not to exceed \$1,000 per day for each day of the violation.

34 "(g) Any stewardship organization that violates the provisions of section 3 (2)(a), 4 or 6, chapter 35 777, Oregon Laws 2009, or sections 4 to 7 of this 2013 Act, [or section 9 of this 2013 Act,] incurs a 36 civil penalty not to exceed \$1,000 per day for each day of the violation.

37 "(2) Any product manufacturer or package manufacturer who violates ORS 459A.650 to 459A.665 38 or any rule adopted under ORS 459A.650 to 459A.665 incurs a civil penalty not to exceed \$1,000 per 39 day for each day of the violation. A violation of ORS 459A.650 to 459A.665 is not subject to addi-40 tional penalties under subsection (1) of this section.

"(3) Any civil penalty authorized by subsection (1) or (2) of this section shall be imposed in the
manner provided by ORS 468.135.

43 "<u>SECTION 15.</u> The amendments to ORS 459.995 by section 14 of this 2013 Act become
44 operative on July 1, 2014.

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"<u>SECTION 16.</u> Sections 13 and 14, chapter 777, Oregon Laws 2009, are repealed. "<u>SECTION 17.</u> Section 9 of this 2013 Act is repealed on June 30, 2014.

"REPORT

8 "SECTION 18. No later than November 1, 2018, the Director of the Department of Envi-9 ronmental Quality shall submit to the Legislative Assembly a report describing the results 10 of any existing architectural paint stewardship programs and, if necessary, recommending 11 any modifications to sections 1 to 10, chapter 777, Oregon Laws 2009, that would serve to 12 improve the functioning and efficiency of the programs. The report must include an ac-13 counting of the administrative fees paid by stewardship organizations to the Department of 14 Environmental Quality under section 9, chapter 777, Oregon Laws 2009.

"MISCELLANEOUS

18 "<u>SECTION 19.</u> The unit captions used in this 2013 Act are provided only for the conven-19 ience of the reader and do not become part of the statutory law of this state or express any 20 legislative intent in the enactment of this 2013 Act.

21 "<u>SECTION 20.</u> (1) Initial plans for statewide architectural paint stewardship programs 22 under section 4, chapter 777, Oregon Laws 2009, as amended by section 3 of this 2013 Act, 23 must be submitted to the Director of the Department of Environmental Quality not later 24 than January 1, 2014.

"(2) A stewardship organization that submitted a plan for a statewide architectural paint stewardship pilot program to the director before the effective date of this 2013 Act, or that had a plan approved by the director before the effective date of this 2013 Act, must submit an updated plan under section 4, chapter 777, Oregon Laws 2009, as amended by section 3 of this 2013 Act, to the director not later than January 1, 2014.

"(3) If requested by the director in writing, a stewardship organization that submitted an initial plan or an updated plan under subsection (1) or (2) of this section must submit a subsequent updated plan under section 4, chapter 777, Oregon Laws 2009, as amended by section 3 of this 2013 Act, to the director not later than January 1, 2018, and up to once every four years thereafter.

35 "<u>SECTION 21.</u> (1)(a) The amendments to sections 2, 3, 4, 6 and 7, chapter 777, Oregon 36 Laws 2009, by sections 1 to 3, 8 and 11 of this 2013 Act apply to the plans and updated plans 37 that must be submitted to the Director of the Department of Environmental Quality on and 38 after the effective date of this 2013 Act.

"(b) A stewardship organization may continue to operate and report under a plan approved by the director before the effective date of this 2013 Act until the updated plan required to be submitted to the director pursuant to section 20 (2) of this 2013 Act is approved.
"(2) The amendments to section 9, chapter 777, Oregon Laws 2009, by section 10 of this
2013 Act apply to:

44 "(a) Plans specified in section 4, chapter 777, Oregon Laws 2009, as amended by section
45 3 of this 2013 Act, submitted to the director on and after the effective date of this 2013 Act.

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1 "(b) Administrative costs related to architectural paint stewardship programs for calen-2 dar years beginning on or after January 1, 2013.

"(3) The amendments to section 4, chapter 777, Oregon Laws 2009, by section 3 of this
2013 Act related to architectural paint stewardship assessments apply to payments of assessments remitted to stewardship organizations on or after the effective date of this 2013
Act.

"(4)(a) The amendments to ORS 459.995 by section 13 of this 2013 Act apply to violations
of sections 3, 4 and 6, chapter 777, Oregon Laws 2009, as amended by sections 2, 3 and 8 of
this 2013 Act, and sections 4 to 7 and 9 of this 2013 Act, that occur on or after the effective
date of this 2013 Act.

"(b) The amendments to ORS 459.995 by section 14 of this 2013 Act apply to violations of
sections 3, 4 and 6, chapter 777, Oregon Laws 2009, as amended by sections 2, 3 and 8 of this
2013 Act, and sections 4 to 7 of this 2013 Act, that occur on or after July 1, 2014.

14 "<u>SECTION 22.</u> Sections 4 to 7, 9 and 12 of this 2013 Act are added to and made a part of 15 sections 1 to 10, chapter 777, Oregon Laws 2009.

"EMERGENCY CLAUSE

"<u>SECTION 23.</u> This 2013 Act being necessary for the immediate preservation of the public
 peace, health and safety, an emergency is declared to exist, and this 2013 Act takes effect
 on its passage.".

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