S.285

An act relating to universal recycling requirements

It is hereby enacted by the General Assembly of the State of Vermont:

* * * Solid Waste Management Facility Requirements * * *

Sec. 1. 10 V.S.A. § 6605 is amended to read:

§ 6605. SOLID WASTE MANAGEMENT FACILITY CERTIFICATION

- (a)(1) No person shall construct, substantially alter, or operate any solid waste management facility without first obtaining certification from the Secretary for such facility, site, or activity, except for sludge or septage treatment or storage facilities located within the fenced area of a domestic wastewater treatment plant permitted under chapter 47 of this title. This exemption for sludge or septage treatment or storage facilities shall exist only if:
- (A) the treatment facility does not utilize use a process to further reduce pathogens further in order to qualify for marketing and distribution; and
- (B) the facility is not a drying bed, lagoon, or nonconcrete bunker; and
- (C) the owner of the facility has submitted a sludge and septage management plan to the Secretary and the Secretary has approved the plan.

 Noncompliance with an approved sludge and septage management plan shall constitute a violation of the terms of this chapter, as well as a violation under chapters 201 and 211 of this title.

(2) Certification shall be valid for a period not to exceed 10 years.

* * *

- (j) A facility certified under this section that offers the collection of municipal solid waste shall:
- (1) Beginning on July 1, 2014, collect mandated recyclables separate from other solid waste and deliver mandated recyclables to a facility maintained and operated for the management and recycling of mandated recyclables. A facility shall not be required to accept mandated recyclables from a commercial hauler.
- (2) Beginning on July 1, 2015, collect leaf and yard residuals <u>between</u>

 <u>April 1 and December 15</u> separate from other solid waste and deliver leaf and yard residuals to a location that manages leaf and yard residuals in a manner consistent with the priority uses established under subdivisions 6605k(a)(3)-(5) of this title.
- (3) Beginning on July 1, 2017, collect food residuals separate from other solid waste and deliver food residuals to a location that manages food residuals in a manner consistent with the priority uses established under subdivisions 6605k(a)(2)-(5) of this title.

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* * * Commercial Hauler Requirements * * *

Sec. 2. 10 V.S.A. § 6607a is amended to read:

§ 6607a. WASTE TRANSPORTATION

- (a) A commercial hauler desiring to transport waste within the State shall apply to the Secretary for a permit to do so, by submitting an application on a form prepared for this purpose by the Secretary and by submitting the disclosure statement described in section 6605f of this title. These permits shall have a duration of five years and shall be renewed annually. The application shall indicate the nature of the waste to be hauled. The Secretary may specify conditions that the Secretary deems necessary to assure compliance with State law.
 - (b) As used in this section:
 - (1) "Commercial hauler" means:
- (A) any person that transports regulated quantities of hazardous waste; and
- (B) any person that transports solid waste for compensation in a vehicle.
- (2) The commercial hauler required to obtain a permit under this section is the legal or commercial entity that is transporting the waste, rather than the individual employees and subcontractors of the legal or commercial entity. In the case of a sole proprietorship, the sole proprietor is the commercial entity.

- (3) The Secretary shall not require a commercial hauler to obtain a permit under this section, comply with the disclosure requirements of this section, comply with the reporting and registration requirements of section 6608 of this title, or pay the fee specified in 3 V.S.A. § 2822, if:
- (A) the commercial hauler does not transport more than four cubic yards of solid waste at any time; and
- (B) the solid waste transportation services performed are incidental to other nonwaste transportation-related services performed by the commercial hauler.

* * *

- (g)(1) Except as set forth in subdivisions (2), (3), and (4) of this subsection, a commercial hauler that offers the collection of municipal solid waste shall:
- (A) Beginning on July 1, 2015, <u>shall</u> offer to collect mandated recyclables <u>separated</u> from other solid waste and deliver mandated recyclables to a facility maintained and operated for the management and recycling of mandated recyclables.
- (B) Beginning on July 1, 2016, <u>may</u> offer to collect leaf and yard residuals separate from other solid waste and deliver leaf and yard residuals to a location that manages leaf and yard residuals in a manner consistent with the priority uses established under subdivisions 6605k(a)(3)-(5) of this title.
- (C) Beginning on July 1, 2018, offer collection of food residuals separate from other solid waste and deliver to a location that manages food

residuals in a manner consistent with the priority uses established under subdivisions 6605k(a)(2) (5) of this title. [Repealed.]

- (2) In a municipality that has adopted a solid waste management ordinance addressing the collection of mandated recyclables, leaf and yard residuals, or food residuals, a commercial hauler in that municipality is not required to comply with the requirements of subdivision (1) of this subsection and subsection (h) of this section for the material addressed by the ordinance if the ordinance:
 - (A) is applicable to all residents of the municipality;
- (B) prohibits a resident from opting out of municipally provided solid waste services; and
- (C) does not apply a variable rate for the collection for the material addressed by the ordinance.
- (3) A commercial hauler is not required to comply with the requirements of subdivision (1)(A), (B), or (C) of this subsection in a specified area within a municipality if:
- (A) the Secretary has approved a solid waste implementation plan for the municipality;
- (B) for purposes of waiver of the requirements of subdivision (1)(A) of this subsection (g), the Secretary determines that under the approved plan:
- (i) the municipality is achieving the per capita disposal rate in the State Solid Waste Plan; and

- (ii) the municipality demonstrates that its progress toward meeting the diversion goal in the State Solid Waste Plan is substantially equivalent to that of municipalities complying with the requirements of subdivision (1)(A) of this subsection (g);
- (C) the approved plan delineates an area where solid waste management services required by subdivision (1)(A), (B), or (C) of this subsection (g) are not required; and
- (D) in the delineated area, alternatives to the services, including onsite management, required under subdivision (1)(A), (B), or (C) of this subsection (g) are offered, the alternative services have capacity to serve the needs of all residents in the delineated area, and the alternative services are convenient to residents of the delineated area.
- (4) A commercial hauler is not required to comply with the requirements of subdivision (1)(A), (B), or (C) of this subsection for mandated recyclables, or leaf and yard residuals, or food residuals collected as part of a litter collection.

* * *

(i) A commercial hauler that operates a bag-drop or fast-trash site at a fixed location to collect municipal solid waste shall offer at the site all collection services required under 10 V.S.A. § 6605(j).

* * * Landfill Disposal * * *

Sec. 3. 10 V.S.A. § 6621a is amended to read:

§ 6621a. LANDFILL DISPOSAL REQUIREMENTS

(a) In accordance with the following schedule, no person shall knowingly dispose of the following materials in solid waste or in landfills:

* * *

(10) Leaf Source separated leaf and yard residuals and wood waste after July 1, 2016.

* * *

* * * Unclaimed Beverage Container Deposits * * *

Sec. 3a. 10 V.S.A. § 1530 is added to read:

§ 1530. ABANDONED BEVERAGE CONTAINER DEPOSITS; DEPOSIT TRANSACTION ACCOUNT; BEVERAGE REDEMPTION FUND

- (a) As used in this section, "deposit initiator" means the first distributor or manufacturer to collect the deposit on a beverage container sold to any person within the State.
- (b) A deposit initiator shall open a separate interest-bearing account in a

 Vermont branch of a financial institution to be known as the deposit

 transaction account. The deposit initiator shall keep the deposit transaction

 account separate from all other revenues and accounts.
- (c) Beginning on July 1, 2019, each deposit initiator shall deposit in its deposit transaction account the refund value established by section 1522 of this

title for all beverage containers sold by the deposit initiator. The deposit initiator shall deposit the refund value for each beverage container in the account not more than three business days after the date on which the beverage container is sold. All interest, dividends, and returns earned on the deposit transaction account shall be paid directly to the account. The deposit initiator shall pay all refunds on returned beverage containers from the deposit transaction account.

- (d) Beginning on October 10, 2019, and quarterly thereafter, every deposit initiator shall report to the Secretary of Natural Resources and the Commissioner of Taxes concerning transactions affecting the deposit initiator's deposit transaction account in the preceding quarter. The deposit initiator shall submit the report on a form provided by the Commissioner of Taxes. The report shall include:
 - (1) the balance of the account at the beginning of the preceding quarter;
- (2) the number of beverage containers sold in the preceding quarter and the number of beverage containers returned in the preceding quarter;
- (3) the amount of beverage container deposits received by the deposit initiator and deposited into the deposit transaction account;
- (4) the amount of refund payments made from the deposit transaction account in the preceding quarter;
- (5) any income earned on the deposit transaction account in the preceding quarter;

- (6) any other transactions, withdrawals, or service charges on the deposit transaction account from the preceding quarter; and
- (e)(1) On or before October 10, 2019, and quarterly thereafter, each deposit initiator shall remit from its deposit transaction account to the Commissioner of Taxes any abandoned beverage container deposits from the preceding quarter. The amount of abandoned beverage container deposits for a quarter is the amount equal to the amount of deposits that should be in the deposit transaction account less the sum of:
- (A) income earned on amounts on the account during that quarter; and
- (B) the total amount of refund value paid out by the deposit initiator for beverage containers during that quarter.
- (2) In any calendar quarter, the deposit initiator may submit to the

 Commissioner of Taxes a request for reimbursement of refunds paid under this
 chapter that exceed the funds that are or should be in the deposit initiator's
 deposit transaction account. The Commissioner of Taxes shall pay a request
 for reimbursement under this subdivision from the funds remitted to the

 Commissioner under subdivision (1) of this subsection, provided that:
- (A) the Commissioner determines that the funds in the deposit initiator's deposit transaction action are insufficient to pay the refunds on returned beverage containers; and

(B) a reimbursement paid by the Commissioner to the deposit initiator shall not exceed the amount paid by the deposit initiator under subdivision (1) of this subsection (e) in the preceding 12 months less amounts paid to the initiator pursuant to this subdivision (2) during that same 12-month period.

(f) The Secretary of Natural Resources may prohibit the sale of a beverage that is sold or distributed in the State by a deposit initiator who fails to comply with the requirements of this chapter. The Secretary may allow the sale of a beverage upon the deposit initiator's coming into compliance with the requirements of this chapter.

* * * Effective Date * * *

Sec. 4. EFFECTIVE DATE

This act shall take effect on passage.