| 1 | H.88 |
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| 2 | Introduced by Representatives Yantachka of Charlotte, McCormack of |
| 3 | Burlington, Sullivan of Burlington, Christensen of |
| 4 | Weathersfield, Dunn of Essex, and Gannon of Wilmington |
| 5 | Referred to Committee on |
| 6 | Date: |
| 7 | Subject: Conservation and development; taxation; solid waste; carryout bags |
| 8 | Statement of purpose of bill as introduced: This bill proposes to establish a |
| 9 | charge of \$0.10 for each disposable carryout bag used by a person for the |
| 10 | purpose of carrying goods, food, or other products from a retail establishment. |
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| 11 | An act relating to the use of disposable carryout bags |
| 12 | It is hereby enacted by the General Assembly of the State of Vermont: |
| 13 | Sec. 1. 32 V.S.A. chapter 234 is added to read: |
| 14 | CHAPTER 234. USE OF DISPOSABLE CARRYOUT BAGS |
| 15 | § 9851. DEFINITIONS |
| 16 | As used in this chapter: |
| 17 | (1)(A) "Disposable carryout bag" means a bag composed of plastic, |
| 18 | paper, or other single use material provided by a retail establishment to a |
| 19 | consumer at the time of sale. |
| 20 | (B) "Disposable carryout bag" does not mean: |

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| 1 | (i) a bag in which loose produce, nuts, fruits, meat, fish, flowers, |
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| 2 | plants, prepared foods, baked goods, candy, small hardware items, or similar |
| 3 | items are placed by the customer to deliver such items to the point of sale area |
| 4 | of a store; |
| 5 | (ii) a bag provided by pharmacists to contain prescription drugs; |
| 6 | (iii) a bag used to deliver newspapers or drycleaning; or |
| 7 | (iv) bags sold in packages containing multiple bags and intended |
| 8 | for use for garbage, pet waste, or yard waste. |
| 9 | (2) "Retail establishment" means a place where goods, food, or other |
| 10 | products are offered to the public for sale, including supermarkets, grocery |
| 11 | stores, convenience stores, retail merchandise stores, and restaurants. |
| 12 | (3) "Reusable bag" means a bag designed and manufactured for multiple |
| 13 | reuse composed of: |
| 14 | (A) cloth or machine washable fabric; or |
| 15 | (B) durable plastic that is at least 2.25 mils thick. |
| 16 | (4) "Store" means a retail establishment that dispenses 20,000 or more |
| 17 | disposable carryout bags in a year. |
| 18 | § 9852. DISPOSABLE CARRYOUT BAG; CHARGE |
| 19 | (a) A person shall pay at the time of purchase from a store a charge of |
| 20 | \$0.10 for each disposable carryout bag used by the person for the purpose of |
| 21 | carrying goods, food, or other products from the store. |

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| 1 | (b)(1) As reimbursement for processing required under this section, a store |
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| 2 | shall retain \$0.02 of each \$0.10 charge collected under subsection (a) of this |
| 3 | section for a disposable carryout bag provided to a person at the time of |
| 4 | purchase. |
| 5 | (2) The amount of each charge remaining after retention of the monies |
| 6 | retained by the store for processing shall be paid to the Department of Taxes |
| 7 | monthly on or before the 25th day of the month following the month in which |
| 8 | the charge is collected. |
| 9 | (3) Until July 1, 2018, the Department of Taxes shall deposit the charges |
| 10 | collected under this section into the General Fund. |
| 11 | (4) Beginning on July 1, 2018, the Department of Taxes shall deposit |
| 12 | charges collected under this section into the Waste Management Assistance |
| 13 | Fund under 10 V.S.A. § 6618 for disbursements from the Solid Waste |
| 14 | Management Assistance Account. |
| 15 | (c) The charges collected by a store under this section shall not be |
| 16 | considered taxable income or revenue under chapter 151 of this title and shall |
| 17 | not be subject to the sales and use tax of chapter 233 of this title or the meals |
| 18 | and rooms tax of chapter 225 of this title. |
| 19 | <u>§ 9853. PENALTY</u> |
| 20 | A person who violates a provision of this chapter shall be fined not more |
| 21 | than \$500.00 for each violation. |

| 1 | Sec. 2. 10 V.S.A. § 8003 is amended to read: |
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| 2 | § 8003. APPLICABILITY |
| 3 | (a) The Secretary may take action under this chapter to enforce the |
| 4 | following statutes and rules, permits, assurances, or orders implementing the |
| 5 | following statutes, and the Board may take such action with respect to |
| 6 | subdivision (10) of this subsection: |
| 7 | * * * |
| 8 | (27) 10 V.S.A. chapter 123, relating to threatened and endangered |
| 9 | species; and |
| 10 | (28) 30 V.S.A. § 255, relating to regional coordination to reduce |
| 11 | greenhouse gases; and |
| 12 | (29) 32 V.S.A. chapter 234, relating to the use of disposable carryout |
| 13 | bags. |
| 14 | * * * |
| 15 | Sec. 3. 10 V.S.A. § 8503 is amended to read: |
| 16 | § 8503. APPLICABILITY |
| 17 | (a) This chapter shall govern all appeals of an act or decision of the |
| 18 | Secretary, excluding enforcement actions under chapters 201 and 211 of this |
| 19 | title and rulemaking, under the following authorities and under the rules |
| 20 | adopted under those authorities: |
| 21 | (1) The following provisions of this title: |

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| (2) 29 V.S.A. chapter 11 (management of lakes and | ponds). | |
| (3) 24 V.S.A. chapter 61, subchapter 10 (relating to salvage yards). (4) 32 V.S.A. chapter 234 (the use of disposable carryout bags). | | |
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| Sec. 4. EFFECTIVE DATE | | |
| This act shall take effect on July 1, 2017. | | |