1	H.484
2	Senator Watson moves to amend the proposal of amendment of the
3	Committee on Agriculture, as amended by the proposal of amendment of the
4	Committee on Finance, by striking out Sec. 7, effective dates, and its reader
5	assistance heading in their entireties and inserting in lieu thereof 11 new
6	sections to be Secs. 7–17 and their related reader assistance headings to read as
7	follows:
8	* * * Household Hazardous Waste Extended Producer Responsibility * * *
9	Sec. 7. 10 V.S.A. § 7181 is amended to read:
10	§ 7181. DEFINITIONS
11	As used in this chapter:
12	* * *
13	(4)(A) "Covered household hazardous product" means a consumer
14	product offered for retail sale that is contained in the receptacle in which the
15	product is offered for retail sale, if the product has any of the following
16	characteristics:
17	(i) the product or a component of the product is a hazardous waste
18	under subchapter 2 of the Vermont Hazardous Waste Management
19	Regulations, regardless of the status of the generator of the hazardous waste; or
20	(ii) the product is a gas cylinder.

1	(B) "Covered household hazardous product" does not mean any of
2	the following:
3	* * *
4	(iv) architectural paint products as that term is defined in
5	section 6672 of this title;
6	* * *
7	Sec. 8. 10 V.S.A. § 7182 is amended to read:
8	§ 7182. SALE OF COVERED HOUSEHOLD HAZARDOUS PRODUCTS;
9	STEWARDSHIP ORGANIZATION REGISTRATION:
10	MANUFACTURER REGISTRATION
11	(a) Sale prohibited.
12	(1) A manufacturer of a covered household hazardous product shall not
13	sell, offer for sale, or deliver to a retailer for subsequent sale a covered
14	household hazardous product without registering with the stewardship
15	organization pursuant to subsection (c) of this section.
16	(2) Beginning six months after a final decision on the adequacy of a
17	collection plan by the Secretary, a manufacturer of a covered household
18	hazardous product shall not sell, offer for sale, or deliver to a retailer for
19	subsequent sale a covered household hazardous product unless all the
20	following have been met:

1	(1)(A) The manufacturer is participating in a stewardship
2	organization implementing an approved collection plan.
3	(2)(B) The name of the manufacturer, the manufacturer's brand, and
4	the name of the covered household hazardous product are submitted to the
5	Agency of Natural Resources by a stewardship organization and listed on the
6	stewardship organization's website as covered by an approved collection plan.
7	(3)(C) The stewardship organization in which the manufacturer
8	participates has submitted an annual report consistent with the requirements of
9	section 7185 of this title.
10	(4)(D) The stewardship organization in which the manufacturer
11	participates has conducted a plan audit consistent with the requirements of
12	subsection 7185(b) of this title.
13	(b) Stewardship organization registration requirements.
14	(1) On or before July 1, 2025 and annually thereafter, a stewardship
15	organization shall file a registration form with the Secretary. The Secretary
16	shall provide the registration form to the stewardship organization. The
17	registration form shall include:
18	(A) a list of the manufacturers participating in the stewardship
19	organization;
20	(B) a list of the brands of each manufacturer participating in the
21	stewardship organization;

1	(C) a list of the covered household hazardous products of each
2	manufacturer participating in the stewardship organization;
3	(D) the name, address, and contact information of a person
4	responsible for ensuring compliance with this chapter;
5	(E) a description of how the stewardship organization meets the
6	requirements of subsection 7184(b) of this title, including any reasonable
7	requirements for participation in the stewardship organization; and
8	(F)(B) the name, address, and contact information of a person for a
9	nonmember manufacturer to contact regarding how to participate in the
10	stewardship organization to satisfy the requirements of this chapter.
11	(2) A renewal of a registration without changes may be accomplished
12	through notifying the Agency of Natural Resources on a form provided by the
13	Agency Beginning on July 1, 2026 and annually thereafter, a stewardship
14	organization shall renew its registration with the Secretary. A renewal
15	registration shall include the following:
16	(A) a list of the manufacturers participating in the stewardship
17	organization;
18	(B) a list of the brands of each manufacturer participating in the
19	stewardship organization;
20	(C) a list of the covered household hazardous products of each
21	manufacturer participating in the stewardship organization;

1	(D) the name, address, and contact information of a person
2	responsible for ensuring compliance with this chapter;
3	(E) a description of how the stewardship organization meets the
4	requirements of subsection 7184(b) of this title, including any reasonable
5	requirements for participation in the stewardship organization; and
6	(F) the name, address, and contact information of a person for a
7	nonmember manufacturer to contact regarding how to participate in the
8	stewardship organization to satisfy the requirements of this chapter.
9	(c) Manufacturer registration. On or before November 1, 2025, a
10	manufacturer of a covered household hazardous product shall register with the
11	stewardship organization in a manner proscribed by the stewardship
12	organization.
13	Sec. 9. 10 V.S.A. § 7183 is amended to read:
14	§ 7183. COLLECTION PLANS
15	(a) Collection plan required. Prior to July 1, 2025 On or before July 1,
16	2026, any stewardship organization registered with the Secretary as
17	representing manufacturers of covered household hazardous products shall
18	coordinate and submit to the Secretary for review one collection plan for all
19	manufacturers.
20	(b) Collection plan; minimum requirements. Each collection plan shall
21	include, at a minimum, all of the following requirements:

1	(1) <u>Initial plan.</u> The initial plan shall last for a period not to exceed
2	three years and contain, at a minimum, the following requirements:
3	(A) List of participants. A list of the manufacturers, brands, and
4	products participating in the collection plan and a methodology for adding and
5	removing manufacturers and notifying the Agency of new participants.
6	(2)(B) Free statewide collection of covered household hazardous
7	products. The collection program shall <del>provide</del> <u>reimburse municipalities when</u>
8	a municipality provides for free, convenient, and accessible statewide
9	opportunities for the collection from covered entities of covered household
10	hazardous products, including orphan covered products. A stewardship
11	organization shall accept all covered household hazardous products collected
12	from a covered entity and shall not refuse the collection of a covered
13	household hazardous product, including orphan covered household products,
14	based on the brand or manufacturer of the covered household hazardous
15	product unless specifically exempt from this requirement. The collection
16	program shall also provide for the payment of collection, processing, and end-
17	of-life management of the covered household hazardous products. Collection
18	costs include facility costs, equipment costs, labor, supplies, maintenance,
19	events costs, and event contractor costs, including collection event set-up fees,
20	environmental service fees, insurance fees, and shipping containers and
21	materials.

(3) Convenient collection location. The stewardship organization shall develop a collection program that allows all municipal household hazardous waste collection programs to opt to be a part of the collection plan, including collection events and facilities offered by solid waste planning entities. The plan shall make efforts to site points of collection equitably across all regions of the State to allow for convenient and reasonable access of all Vermonters to collection facilities or collection events.

(4) Public education and outreach. The collection plan shall include an education and outreach program that shall include a website and may include media advertising, retail displays, articles and publications, and other public educational efforts. Outreach and education shall be suitable for the State's diverse ethnic populations, through translated and culturally appropriate materials, including in language and targeted outreach. Public education and outreach should include content to increase meaningful participation by environmental justice focus populations as required by 3 V.S.A. chapter 72. During the first year of program implementation and two years after adoption of the collection plan, each stewardship organization shall carry out a survey of public awareness regarding the requirements of the program established under this chapter that can identify communities that have disparities in awareness and need more outreach. Each stewardship organization shall share the results of the public awareness surveys with the Secretary. If multiple stewardship

1	organizations are implementing plans approved by the Secretary, the
2	stewardship organizations shall coordinate in carrying out their education and
3	outreach responsibilities under this subdivision and shall include in their
4	annual reports to the Secretary a summary of their coordinated education and
5	outreach efforts. The education and outreach program and website shall notify
6	the public of the following:
7	(A) that there is a free collection program for covered household
8	hazardous products;
9	(B) the location and hours of operation of collection points and how a
10	covered entity can access this collection program;
11	(C) the special handling considerations associated with covered
12	household hazardous products; and
13	(D) source reduction information for consumers to reduce leftover
14	covered household products.
15	(5) Compliance with appropriate environmental standards. In
16	implementing a collection plan, a stewardship organization shall comply with
17	all applicable laws related to the collection, transportation, and disposal of
18	hazardous waste. A stewardship organization shall comply with any special
19	handling or disposal standards established by the Secretary for covered
20	household hazardous products or for the collection plan of the manufacturer.

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(6) Method of disposition. The collection plan shall describe how
covered household hazardous products will be managed in the most
environmentally and economically sound manner, including following the
waste-management hierarchy. The management of covered household
hazardous products under the collection plan shall use management activities
in the following priority order: source reduction, reuse, recycling, energy
recovery, and disposal. Collected covered household hazardous products shall
be recycled when technically and economically feasible.
(7) Performance goals A collection plan shall include:

(7) Performance goals. A collection plan shall include:

(A) A performance goal for covered household hazardous products determined by the number of total participants at collection events and facilities listed in the collection plan during a program year divided by the total number of households. The number of households shall include seasonal households. The calculation methodology for the number of households shall be included in the plan.

(B) At a minimum, the collection performance goal for the first approved plan shall be an annual participation rate of five percent of the households for every collection program based on the number of households the collection program serves. After the initial approved program plan, the stewardship organization shall propose performance goals for subsequent program plans. The Secretary shall approve the performance goals for the plan

at least every five years. The stewardship organization shall use the results of
the most recent waste composition study required under 6604 of this title and
other relevant factors to propose the performance goals of the collection plan.
If a stewardship organization does not meet its performance goals, the
Secretary may require the stewardship organization to revise the collection
plan to provide for one or more of the following: additional public education
and outreach, additional collection events, or additional hours of operation for
collection sites. A stewardship organization is not authorized to reduce or
cease collection, education and outreach, or other activities implemented under
an approved plan on the basis of achievement of program performance goals.
(8)(C) Collection plan funding. The collection plan shall describe how
the stewardship organization will fund the implementation of the collection
plan and collection activities under the plan, including the costs for education
and outreach, collection, processing, and end-of-life management of the
covered household hazardous product all municipal collection offered to the
public in a base program year. A base program year shall be based on the
services provided in calendar year 2024 and any other collection facilities or
events approved by the Secretary. Collection costs include facility costs,
equipment costs, labor, supplies, maintenance, events costs, and event
contractor costs, including collection event set-up fees, environmental service
fees, insurance fees, and shipping containers and materials. The collection

1	plan shall include how municipalities will be compensated for all costs
2	attributed to collection of covered household hazardous products. The
3	Secretary shall resolve disputes relating to compensation.
4	(2) Subsequent plans. After the expiration of the initial plan approved
5	by the Secretary, the collection plan shall include, at a minimum, the
6	following:
7	(A) List of participants. A list of the manufacturers, brands, and
8	products participating in the collection plan and a methodology for adding and
9	removing manufacturers and notifying the Agency of new participants.
10	(B) Free statewide collection of covered household hazardous
11	products. The collection program shall provide for free, convenient, and
12	accessible statewide opportunities for the collection from covered entities of
13	covered household hazardous products, including orphan covered products. A
14	stewardship organization shall accept all covered household hazardous
15	products collected from a covered entity and shall not refuse the collection of a
16	covered household hazardous product, including orphan covered household
17	products, based on the brand or manufacturer of the covered household
18	hazardous product unless specifically exempt from this requirement. The
19	collection program shall also provide for the payment of collection, processing
20	and end-of-life management of the covered household hazardous products.
21	Collection costs include facility costs, equipment costs, labor, supplies,

1	maintenance, events costs, and event contractor costs, including collection
2	event set-up fees, environmental service fees, insurance fees, and shipping
3	containers and materials.
4	(C) Convenient collection location. The stewardship organization
5	shall develop a collection program that allows all municipal household
6	hazardous waste collection programs to opt to be a part of the collection plan,
7	including collection events and facilities offered by solid waste planning
8	entities. The plan shall make efforts to site points of collection equitably
9	across all regions of the State to allow for convenient and reasonable access of
10	all Vermonters to collection facilities or collection events.
11	(D) Public education and outreach. The collection plan shall include
12	an education and outreach program that shall include a website and may
13	include media advertising, retail displays, articles and publications, and other
14	public educational efforts. Outreach and education shall be suitable for the
15	State's diverse ethnic populations, through translated and culturally appropriate
16	materials, including in-language and targeted outreach. Public education and
17	outreach should include content to increase meaningful participation by
18	environmental justice focus populations as required by 3 V.S.A. chapter 72.
19	During the second approved plan, each stewardship organization shall carry
20	out a survey of public awareness regarding the requirements of the program
21	established under this chapter that can identify communities that have

I	disparities in awareness and need more outreach. Each stewardship
2	organization shall share the results of the public awareness surveys with the
3	Secretary. If multiple stewardship organizations are implementing plans
4	approved by the Secretary, the stewardship organizations shall coordinate in
5	carrying out their education and outreach responsibilities under this
6	subdivision (D) and shall include in their annual reports to the Secretary a
7	summary of their coordinated education and outreach efforts. The education
8	and outreach program and website shall notify the public of the following:
9	(i) that there is a free collection program for covered household
10	hazardous products;
11	(ii) the location and hours of operation of collection points and
12	how a covered entity can access this collection program;
13	(iii) the special handling considerations associated with covered
14	household hazardous products; and
15	(iv) source reduction information for consumers to reduce leftover
16	covered household products.
17	(E) Compliance with appropriate environmental standards. In
18	implementing a collection plan, a stewardship organization shall comply with
19	all applicable laws related to the collection, transportation, and disposal of
20	hazardous waste. A stewardship organization shall comply with any special

1	handling or disposal standards established by the Secretary for covered
2	household hazardous products or for the collection plan of the manufacturer.
3	(F) Method of management. The collection plan shall describe how
4	covered household hazardous products will be managed in the most
5	environmentally and economically sound manner, including following the
6	waste-management hierarchy. The management of covered household
7	hazardous products under the collection plan shall use management activities
8	in the following priority order: source reduction, reuse, recycling, energy
9	recovery, and disposal. Collected covered household hazardous products shall
10	be recycled when technically and economically feasible.
11	(G) Performance goals. A collection plan shall include:
12	(i) A performance goal for covered household hazardous products
13	determined by the number of total participants at collection events and
14	facilities listed in the collection plan during a program year divided by the total
15	number of households. The number of households shall include seasonal
16	households. The calculation methodology for the number of households shall
17	be included in the plan.
18	(ii) At a minimum, the collection performance goal for the initial
19	plan approved pursuant to subdivision (1) of this subsection (b) shall be an
20	annual participation rate of seven percent of the households for every
21	collection program based on the number of households the collection program

1	serves. After the initial approved program plan, the stewardship organization
2	shall propose performance goals for subsequent program plans. The Secretary
3	shall approve the performance goals for the plan at least every five years. The
4	stewardship organization shall use the results of the most recent waste
5	composition study required under 6604 of this title and other relevant factors to
6	propose the performance goals of the collection plan. If a stewardship
7	organization does not meet its performance goals, the Secretary may require
8	the stewardship organization to revise the collection plan to provide for one or
9	more of the following: additional public education and outreach, additional
10	collection events, or additional hours of operation for collection sites. A
11	stewardship organization is not authorized to reduce or cease collection.
12	education and outreach, or other activities implemented under an approved
13	plan on the basis of achievement of program performance goals.
14	(H) Collection plan funding. The collection plan shall describe how
15	the stewardship organization will fund the implementation of the collection
16	plan and collection activities under the plan, including the costs for education
17	and outreach, collection, processing, and end-of-life management of the
18	covered household hazardous product. Collection costs include facility costs,
19	equipment costs, labor, supplies, maintenance, events costs, and event
20	contractor costs, including collection event set-up fees, environmental service
21	fees, insurance fees, and shipping containers and materials. The collection

1	plan shall include how municipalities will be compensated for all costs
2	attributed to collection of covered household hazardous products. The
3	Secretary shall resolve disputes relating to compensation.
4	(c) Term of collection plan. A collection plan approved by the Secretary
5	under section 7187 of this title shall have a term not to exceed five years,
6	provided that the stewardship organization remains in compliance with the
7	requirements of this chapter and the terms of the approved collection plan.
8	(d) Collection plan implementation. Stewardship organizations shall
9	implement the collection plan on or before six months after the date of a final
10	decision by the Secretary on the adequacy of the collection plan.
11	Sec. 10. 10 V.S.A. § 7184 is amended to read:
12	§ 7184. STEWARDSHIP ORGANIZATIONS
13	(a) Participation in a stewardship organization. A manufacturer shall meet
14	the requirements of this chapter by participating in a stewardship organization
15	that undertakes the responsibilities under sections 7182, 7183, and 7185 of this
16	title.
17	(b) Qualifications for a stewardship organization. To qualify as a
18	stewardship organization under this chapter, an organization shall:
19	(1) commit to assume the responsibilities, obligations, and liabilities of
20	all manufacturers participating in the stewardship organization;

1	(2) not create unreasonable barriers for participation in the stewardship
2	organization; and
3	(3) maintain a public website that lists all manufacturers and
4	manufacturers' brands and products covered by the stewardship organization's
5	approved collection plan.
6	(c) A stewardship organization is authorized to charge its members
7	reasonable fees for the organization, administration, and implementation of the
8	programs required by this chapter.
9	Sec. 11. 10 V.S.A. § 7187 is amended to read:
10	§ 7187. AGENCY RESPONSIBILITIES
11	(a) Review and approve collection plans. The Secretary shall review and
12	approve or deny collection plans submitted under section 7183 of this title
13	according to the public notice and comment requirements of section 7714 of
14	this title.
15	* * *
16	(g) Agency collection plan. If no stewardship organization is formed on or
17	before July 1, 2025 or the stewardship organization fails to submit a plan or
18	submits a plan that does not meet the requirements of this chapter, the
19	Secretary shall adopt and administer a plan that meets the requirements of
20	section 7183 of this title. If the Secretary administers the plan adopted under
21	section 7183, the Secretary shall charge each manufacturer the prorated costs

1	of plan administration, the Agency's oversight costs, and an additional
2	hazardous waste reduction assessment of 10 percent of the plan's total cost to
3	be deposited in the Solid Waste Management Assistance Account of the Waste
4	Management Assistance Fund, for the purpose of providing grants to
5	municipalities and small businesses to prevent pollution and reduce the
6	generation of hazardous waste in the State. When determining a
7	manufacturer's assessment under this section, the Agency may allocate costs to
8	a manufacturer of covered household hazardous products based on the sales of
9	covered household hazardous products nationally prorated to the population of
10	<u>Vermont.</u>
11	Sec. 12. 10 V.S.A. § 6621a is amended to read:
12	§ 6621a. LANDFILL DISPOSAL REQUIREMENTS
13	(a) In accordance with the following schedule, no person shall knowingly
14	dispose of the following materials in solid waste or in landfills:
15	* * *
16	(12) Covered household hazardous products after July 1, <del>2025</del> <u>2026</u> .
17	* * *
18	Sec. 13. SOLID WASTE PLAN; FLEXIBILITY
19	(a) Notwithstanding the municipal household hazardous waste (HHW)
20	collection requirements under the State Solid Waste Plan adopted pursuant to
21	10 V.S.A. § 6604, the Secretary of Natural Resources may grant a variance

1	from the requirement to conduct at least two household hazardous waste
2	collection events in that municipality. The variance shall allow a municipality
3	to meet its obligations, as follows:
4	(1) the municipality has partnered with another municipality to allow its
5	residents the ability to access a permanent HHW facility in the same manner as
6	the municipality that operates the permanent HHW facility;
7	(2) the municipality has partnered with a nearby municipality to offer
8	collection events to members in both municipalities; or
9	(3) the municipality has demonstrated that it has made reasonable efforts
10	to provide alternate collection opportunities identified under subdivisions (1)
11	and (2) of this subsection and was unable and that the cost of a collection event
12	is unreasonable. In such circumstances the Secretary of Natural Resources
13	may reduce the required collection events to one per year.
14	(b) This section shall be repealed on July 1, 2027.
15	* * * Paint Product Stewardship Program * * *
16	Sec. 14. 10 V.S.A. chapter 159, subchapter 4 is amended to read:
17	Subchapter 4. Paint Product Stewardship Program
18	§ 6671. PURPOSE
19	The purpose of this subchapter is to establish an environmentally sound,
20	cost-effective Paint Product Stewardship Program in the State that will
21	undertake responsibility for the development and implementation of strategies

to reduce the generation of postconsumer paint; promote the reuse of
postconsumer paint; and collect, transport, and process postconsumer paint,
including reuse, recycling, energy recovery, and disposal. The Paint Product
Stewardship Program will follow the waste management hierarchy for
managing and reducing postconsumer paint in the order as follows: reduce
consumer generation of postconsumer paint, reuse, recycle, provide for energy
recovery, and dispose. The Paint Product Stewardship Program will provide
more opportunities for consumers to manage properly their postconsumer
paint, provide fiscal relief for local government in managing postconsumer
paint, keep paint out of the waste stream, and conserve natural resources.
§ 6672. DEFINITIONS
As used in this subchapter:
(1) "Aerosol coating product" means a pressurized coating product
containing pigments or resins dispensed by means of a propellant and
packaged and sold in a disposable aerosol container for handheld application,
or for use in specialized equipment for ground traffic or marking applications.
(2) "Architectural paint" means interior and exterior architectural
coatings, including interior or exterior water- and oil-based coatings, primers,
sealers, or wood coatings, that are sold in containers of five gallons or less.
"Architectural paint" does not mean industrial coatings, original equipment
coatings, or specialty coatings.

1	(3) "Coating-related product" means a product used as a paint additive,
2	paint thinner, paint colorant, paint remover, surface sealant, surface
3	preparation, or surface adhesive, and sold for home improvement. "Coating-
4	related product' does not mean original equipment manufacturer products or
5	industrial products.
6	(2)(4) "Distributor" means a company that has a contractual relationship
7	with one or more producers to market and sell architectural paint to retailers in
8	Vermont.
9	(3)(5) "Energy recovery" means recovery in which all or a part of the
10	solid waste materials are processed in order to use the heat content or other
11	forms of energy of or from the material.
12	(4)(6) "Environmentally sound management practices" means policies
13	to be implemented by a producer or a stewardship organization to ensure
14	compliance with all applicable laws and also addressing such issues as
15	adequate record keeping, tracking and documenting the fate of materials within
16	the State and beyond, and adequate environmental liability coverage for
17	professional services and for the operations of the contractors working on
18	behalf of the producer organization.
19	(5)(7) "Municipality" means a city, town, or a village.
20	(6) "Paint stewardship assessment" means a one time charge that is:

1	(A) added to the purchase price of architectural paint sold in
2	<del>Vermont;</del>
3	(B) passed from the producer to the wholesale purchaser to the
4	retailer and then to a retail consumer; and
5	(C) necessary to cover the cost of collecting, transporting, and
6	processing the postconsumer paint managed through the statewide Program.
7	(8) "Nonindustrial coating" means arts and crafts paint, automotive
8	refinish paint, driveway sealer, faux finish or glaze, furniture oil, furniture
9	paint, lime wash, lime paint, marine paint, antifouling paint, road and traffic
10	marking paint, two-component paint, wood preservative, fire retardant paint,
11	dry fog paint, chalkboard paint, and conductive paint, sold in containers of five
12	gallons or less for commercial and homeowner use, but does not include
13	coatings purchased for industrial or original equipment manufacturer use.
14	(9)(A) "Paint product" includes:
15	(i) architectural paint;
16	(ii) aerosol coating products;
17	(iii) coating-related products; and
18	(iv) nonindustrial coatings.
19	(B) "Paint product" does not include a health and beauty product.
20	(7)(10) "Postconsumer paint" means architectural a paint product and its
21	containers not used and no longer wanted by a purchaser.

1	(8)(11) "Producer" means a manufacturer of architectural paint products
2	who sells, offers for sale, or distributes that paint in Vermont under the
3	producer's own name or brand.
4	(9)(12) "Recycling" means any process by which discarded products,
5	components, and by-products are transformed into new usable or marketable
6	materials in a manner in which the original products may lose their identity but
7	does not include energy recovery or energy generation by means of
8	combusting discarded products, components, and by-products with or without
9	other waste products.
10	(10)(13) "Retailer" means any person that offers architectural a paint
11	product for sale at retail in Vermont.
12	(11)(14) "Reuse" means the return of a product into the economic
13	stream for use in the same kind of application as originally intended, without a
14	change in the product's identity.
15	(12)(15) "Secretary" means the Secretary of Natural Resources.
16	(13)(16) "Sell" or "sale" means any transfer of title for consideration,
17	including remote sales conducted through sales outlets, catalogues, or the
18	Internet internet or any other similar electronic means.
19	(14)(17) "Stewardship organization" means a nonprofit corporation or
20	nonprofit organization created by a producer or group of producers to

- 1 implement the Paint Product Stewardship Program required under this 2 subchapter. 3 § 6673. PAINT PRODUCT STEWARDSHIP PROGRAM 4 (a) A producer or a stewardship organization representing producers shall 5 submit a an amended plan for the establishment of a Paint Product Stewardship 6 Program to the Secretary for approval by December 1, 2013. The plan shall 7 address the following: 8 (1) Provide a list of participating producers and brands covered by the 9 Program. 10 (2) Provide specific information on the architectural paint products 11 covered under the Program, such as interior or exterior water- and oil-based coatings, primers, sealers, or wood coatings. 12 13 (3) Describe how the Program proposed under the plan will collect, 14 transport, recycle, and process postconsumer paint <u>products</u> for end-of-life 15 management, including recycling, energy recovery, and disposal, using 16 environmentally sound management practices. 17 (4) Describe the Program and how it will provide for convenient and
- urban and rural areas of the State. The producer or stewardship organization
  shall use the existing household hazardous waste collection infrastructure when
  selecting collection points for postconsumer architectural paint products. A

available statewide collection of postconsumer architectural paint products in

- paint retailer shall be authorized as a paint collection point of postconsumer architectural paint for a Paint <u>Product</u> Stewardship Program if the paint retailer volunteers to act as a <del>paint</del> collection point and complies with all applicable laws, rules, and regulations.
- (5) Provide geographic information modeling to determine the number and distribution of sites for collection of postconsumer architectural paint based on the following criteria:
- (A) at least 90 percent of Vermont residents shall have a permanent collection site within a 15-mile radius; and
- (B) one additional permanent site will be established for every 10,000 residents of a municipality and additional sites shall be distributed to provide convenient and reasonably equitable access for residents within each municipality, unless otherwise approved by the Secretary.
- (6) Establish goals to reduce the generation of postconsumer paint <u>products</u>, to promote the reuse of postconsumer paint <u>products</u>, and for the proper management of postconsumer paint <u>products</u> as practical based on current household hazardous waste program information. The goals may be revised by the producer or stewardship organization based on the information collected for the annual report.
- (7) Describe how postconsumer paint <u>products</u> will be managed in the most environmentally and economically sound manner, including following

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- the waste-management hierarchy. The management of paint under the
  Program shall use management activities that promote source reduction, reuse,
  recycling, energy recovery, and disposal.
  - (8) Describe education and outreach efforts to inform consumers of collection opportunities for postconsumer paint <u>products</u> and to promote the source reduction and recycling of <u>architectural</u> paint <u>products</u> for each of the following: consumers, contractors, and retailers.
  - (b) The producer or stewardship organization shall submit a budget for the Program proposed under subsection (a) of this section, and for any amendment to the plan that would affect the Program's costs. The budget shall include a funding mechanism under which each architectural paint product producer remits to a stewardship organization payment of a paint product stewardship assessment for each container of architectural paint product it sells in this State. Prior to submitting the proposed budget and assessment to the Secretary, the producer or stewardship organization shall provide the budget and assessment to a third-party auditor agreed upon by the Secretary. The third-party auditor shall provide a recommendation as to whether the proposed budget and assessment is cost-effective, reasonable, and limited to covering the cost of the Program. The paint product stewardship assessment shall be added to the cost of all architectural paint products sold in Vermont. To ensure that the funding mechanism is equitable and sustainable, a uniform paint product

- stewardship assessment shall be established for all architectural paint products

  sold. The paint stewardship assessment shall be approved by the Secretary and

  shall be sufficient to recover, but not exceed, the costs of the Paint Stewardship

  Program the amount established in section 6681 of this title.
  - (c) Beginning no later than July 1, 2014, or three Six months after approval of the plan for a Paint Product Stewardship Program required under subsection (a) of this section, whichever occurs later, a producer of architectural paint products sold at retail or a stewardship organization of which a producer is a member shall implement the approved plan for a Paint Product Stewardship Program.
  - (d) A producer or a stewardship organization of which a producer is a member shall promote a Paint <u>Product</u> Stewardship Program and provide consumers with educational and informational materials describing collection opportunities for postconsumer paint <u>products</u> Statewide and promotion of waste prevention, reuse, and recycling. The educational and informational program shall make consumers aware that the funding for the operation of the Paint <u>Product</u> Stewardship Program has been added to the purchase price of all <u>architectural</u> paint <u>products</u> sold in the State.
  - (e) A plan approved under this section shall provide for collection of postconsumer architectural paint at no cost to the person from whom the architectural paint product is collected. The program plan also shall provide

1	for the payment of municipalities for collection, processing, and end-of-life
2	management of aerosol coating products, coating-related products, and
3	nonindustrial coatings contained in the receptacle in which the product is
4	offered for retail sale. Collection costs include facility costs, equipment costs,
5	labor, supplies, maintenance, events costs, and event contractor costs,
6	including collection event set-up fees, environmental service fees, insurance
7	fees, and shipping containers and materials.
8	(f) When a plan or amendment to an approved plan is submitted under this
9	section, the Secretary shall make the proposed plan or amendment available for
10	public review and comment for at least 30 days.
11	(g) A producer or paint stewardship organization shall submit to the
12	Secretary for review, in the same manner as required under subsection 6675(a)
13	of this title, an amendment to an approved plan when there is:
14	(1) a change to a paint stewardship assessment under the plan;
15	(2) an addition to or removal of a category of products covered under
16	the Program; or
17	$\frac{(3)(2)}{(3)}$ a revision of the product stewardship organization's goals.
18	(h) A plan approved by the Secretary under section 6675 of this title shall
19	have a term not to exceed five years, provided that the producer remains in
20	compliance with the requirements of this chapter and the terms of the approved
21	plan.

1	(i) In addition to the requirements specified in subsection (a) of this
2	section, a stewardship organization shall notify the Secretary in writing within
3	30 days of after any change to:
4	(1) the number of collection sites for postconsumer architectural paint
5	products identified under this section as part of the plan;
6	(2) the producers identified under this section as part of the plan;
7	(3) the brands of architectural paint products identified under this
8	section as part of the plan; and
9	(4) the processors that manage postconsumer architectural paint
10	products identified under this section as part of the plan.
11	(j) Upon submission of a plan to the Secretary under this section, a
12	producer or a stewardship organization shall pay the fee required by 3 V.S.A.
13	§ 2822(j)(31). Thereafter, the producer or stewardship organization shall pay
14	the fee required by 3 V.S.A. § 2822(j)(31) annually by on or before July 1 of
15	each year.
16	§ 6674. RETAILER RESPONSIBILITY
17	(a) A producer or retailer may not sell or offer for sale architectural a paint
18	product to any person in Vermont unless the producer of that architectural
19	paint brand or a stewardship program of which the producer of that
20	architectural paint brand is a member that the producer is a member of is

implementing an approved plan for a Paint Product Stewardship Program as

1	required by section 66/3 of this title. A retailer complies with the
2	requirements of this section if, on the date the architectural paint product was
3	ordered from the producer or its agent, the producer or paint brand is listed on
4	the Agency of Natural Resources' website as a producer or brand participating
5	in an approved plan for a Paint Product Stewardship Program.
6	(b) At the time of sale to a consumer, a producer, a stewardship
7	organization, or a retailer selling or offering architectural paint products for
8	sale shall provide the consumer with information regarding available
9	management options for postconsumer paint products collected through the
10	Paint Product Stewardship Program or a brand of paint being sold under the
11	Program.
12	§ 6675. AGENCY RESPONSIBILITY
13	(a)(1) Within 90 days of after receipt of a plan submitted under section
14	6673 of this title, the Secretary shall review the plan and make a determination
15	whether or not to approve the plan. The Secretary shall issue a letter of
16	approval for a submitted plan if:
17	(A) the submitted plan provides for the establishment of a Paint
18	Product Stewardship Program that meets the requirements of subsection
19	6673(a) of this subchapter; and
20	(B) the Secretary determines that the plan:
21	(i) achieves convenient collection for consumers;

1	(ii) educates the public on proper paint <u>product</u> management; <u>and</u>
2	(iii) manages waste paint <u>products</u> in a manner that is
3	environmentally safe and promotes reuse and recycling; and
4	(iv) is cost-effective.
5	(2) If the Secretary does not approve a submitted plan, the Secretary
6	shall issue to the paint <u>product</u> stewardship organization a letter listing the
7	reasons for the disapproval of the plan. If the Secretary disapproves a plan, a
8	paint <u>product</u> stewardship organization intending to sell or continue to sell
9	architectural paint products in the State shall submit a new plan within 60 days
10	of after receipt of the letter of disapproval.
11	(b)(1) The Secretary shall review and approve the stewardship assessment
12	proposed by a producer pursuant to subsection 6673(b) of this title. The
13	Secretary shall only approve the Program budget and any assessment if the
14	applicant has demonstrated that the costs of the Program and any proposed
15	assessment are reasonable and the assessment does not exceed the costs of
16	implementing an approved plan.
17	(2) If an amended plan is submitted under subsection 6673(g) of this
18	title that proposes to change the cost of the Program or proposes to change the
19	paint stewardship assessment under the plan, the disapproval of any proposed
20	new assessment or the failure of an approved new assessment to cover the total
21	costs of the Program shall not relieve a producer or stewardship organization

l	of its obligation to continue to implement the approved plan under the
2	originally approved assessment.
3	(e) Facilities solely collecting paint <u>products</u> for the Paint <u>Product</u>
4	Stewardship Program that would not otherwise be subject to solid waste
5	certification requirements shall not be required to obtain a solid waste
6	certification. Persons solely transporting paint for the Paint Product
7	Stewardship Program that would not otherwise be subject to solid waste hauler
8	permitting requirements shall not be required to obtain a solid waste hauler's
9	permit.
10	§ 6676. ANTICOMPETITIVE CONDUCT
11	(a) A producer or an organization of producers that manages postconsumer
12	paint products, including collection, transport, recycling, and processing of
13	postconsumer paint products, as required by this subchapter may engage in
14	anticompetitive conduct to the extent necessary to implement the plan
15	approved by the Secretary and is immune from liability for the conduct relating
16	to antitrust, restraint of trade, unfair trade practices, and other regulation of
17	trade or commerce.
18	(b) The activity authorized and the immunity afforded under subsection (a)
19	of this section shall not apply to any agreement among producers or paint
20	product stewardship organizations:

1	(1) establishing or affecting the price of paint <u>products</u> , <del>except for the</del>
2	paint stewardship assessment approved under subsection 6675(b) of this title;
3	(2) setting or limiting the output or production of paint <u>products</u> ;
4	(3) setting or limiting the volume of paint <u>products</u> sold in a geographic
5	area;
6	(4) restricting the geographic area where paint <u>products</u> will be sold; or
7	(5) restricting the customers to whom paint <u>products</u> will be sold or the
8	volume of paint <u>products</u> that will be sold.
9	§ 6677. PRODUCER REPORTING REQUIREMENTS
10	No later than October 15, 2015, and annually thereafter, Annually, a
11	producer or a stewardship program of which the producer is a member shall
12	submit to the Secretary a report describing the Paint Product Stewardship
13	Program that the producer or Stewardship Program is implementing as
14	required by section 6673 of this title. At a minimum, the report shall include:
15	(1) a description of the methods the producer or Stewardship Program
16	used to reduce, reuse, collect, transport, recycle, and process postconsumer
17	paint <u>products</u> statewide in Vermont;
18	(2) the volume and type of postconsumer paint <u>products</u> collected by the
19	producer or Stewardship Program at each collection center in all regions of
20	Vermont;

1	(3) the volume of postconsumer paint <u>products</u> collected by the producer
2	or Stewardship Program in Vermont by method of disposition, including reuse,
3	recycling, energy recovery, and disposal;
4	(4) an independent financial audit of the Paint Product Stewardship
5	Program implemented by the producer or the Stewardship Program;
6	(5) the prior year's actual direct and indirect costs for each Program
7	element and the administrative and overhead costs of administering the
8	approved Program; and
9	(6) samples of the educational materials that the producer or stewardship
10	program provided to consumers of architectural paint.
11	* * *
12	§ 6680. UNIVERSAL WASTE DESIGNATION FOR POSTCONSUMER
13	PAINT
14	(a) The requirements of Subchapter 9 of the Vermont Hazardous Waste
15	Management Rules, which allow certain categories of hazardous waste to be
16	managed as universal waste, shall apply to postconsumer paint <u>products</u> until
17	the postconsumer paint is discarded, provided that:
18	(1) the postconsumer paint <u>product</u> is collected as a part of a
19	stewardship plan approved under this subchapter; and

1	(2) the collected postconsumer paint <u>product</u> is or includes <u>a</u> paint
2	product that is a hazardous waste as defined and regulated by the Vermont
3	Hazardous Waste Management Rules.
4	(b) When postconsumer paint <u>product</u> is regulated as universal waste under
5	subsection (a) of this section, small and large quantity handlers of the
6	postconsumer paint shall manage the postconsumer paint <u>products</u> in a manner
7	that prevents releases of any universal waste or component of the universal
8	waste to the environment. Postconsumer paint <u>products</u> regulated as universal
9	waste shall, at a minimum, be contained in one or more of the following:
10	(1) a container that remains closed, structurally sound, and compatible
11	with the postconsumer paint products and that lacks evidence of leakage,
12	spillage, or damage that could cause leakage under reasonably foreseeable
13	conditions; or
14	(2) a container that does not meet the requirements of subdivision (1) of
15	this subsection, provided that the unacceptable container is overpacked in a
16	container that meets the requirements of subdivision (1).
17	(c) Containers holding postconsumer paint <u>products</u> that is are regulated as
18	universal waste shall be clearly labeled to clearly identify the contents of the
19	container, such as "Paint-Related Waste," "Universal Waste Paint," "Used
20	Paint," or "Waste Paint."

1	(d) Unless otherwise provided by statute, the definitions of the Vermont
2	Hazardous Waste Management Rules shall apply to this section.
3	§ 6681. PAINT CONSUMER FEES
4	(a) The paint product stewardship assessment shall be sufficient to
5	implement and sustain the Paint Product Stewardship Program. If at any time
6	the stewardship assessments established in this section are not sufficient to
7	implement and sustain the Paint Product Stewardship Program, the Paint
8	Product Stewardship Program shall propose new stewardship assessments that
9	are sufficient to implement and sustain the Program.
10	(b) A retailer shall charge an assessment on paint products, based on
11	current material management costs of the Paint Product Stewardship Program,
12	in the following amounts for architectural paint:
13	(1) Half pint or smaller: No fee.
14	(2) Greater than a half pint to one gallon: \$0.65.
15	(3) Greater than one gallon to two gallons: \$1.35.
16	(4) Greater than two gallons to five gallons: \$2.45.
17	Sec. 15. IMPLEMENTATION; FEE REPORT
18	(a) The requirements for the sale of paint products under 10 V.S.A. § 6673
19	shall apply to architectural paint beginning on July 1, 2013 and all paint
20	products beginning on July 1, 2026.

1	(b) The requirement under 10 V.S.A. § 6673 for an architectural paint
2	producer to submit a stewardship plan to the Secretary of Natural Resources
3	currently applies to producers of architectural paint as required beginning on
4	July 1, 2013 and shall also apply to producers of paint related products
5	beginning on July 1, 2026.
6	(c) The requirement under 10 V.S.A. § 6677 that an architectural paint
7	producer annually report to the Secretary of Natural Resources currently
8	applies to producers of architectural paint as required beginning on July 1,
9	2013 and shall also apply to producers of paint related products beginning on
10	March 1, 2027.
11	(d) On or before December 15, 2025, the Secretary of Natural Resources
12	shall submit to the Senate Committees on Natural Resources and Energy and
13	on Finance and the House Committees on Environment and on Ways and
14	Means a report recommending a paint consumer fee or fees to be charged for
15	paint products that are not architectural paint.
16	* * * Renewable Power Portfolio * * *
17	Sec. 16. 30 V.S.A. § 8009 is amended to read:
18	§ 8009. BASELOAD RENEWABLE POWER PORTFOLIO
19	REQUIREMENT
20	* * *

(d) On or before November 1, 2027 2028, the Commission shall determine, for the period beginning on November 1, 2026 2028 and ending on November 1, 2032, the price to be paid to a plant used to satisfy the baseload renewable power portfolio requirement. The Commission shall not be required to make this determination as a contested case under 3 V.S.A. chapter 25. The price shall be the avoided cost of the Vermont composite electric utility system. As used in this subsection, the term "avoided cost" means the incremental cost to retail electricity providers of electric energy or capacity, or both, that, but for the purchase from the plant proposed to satisfy the baseload renewable power portfolio requirement, such providers would obtain from a source using the same generation technology as the proposed plant. For the purposes of this subsection, the term "avoided cost" also includes the Commission's consideration of each of the following:

14 \*\*\*

- (k) Collocation and efficiency requirements.
- (1) The owner of the plant used to satisfy the baseload renewable power portfolio requirement shall cause the plant's overall efficiency to be increased by at least 50 percent relative to the 12-month period preceding July 1, 2022. In achieving this efficiency, the owner shall comply with the requirements of this subsection.

- (2) On or before <u>July October</u> 1, <u>2023</u> <u>2025</u>, the owner of the plant shall submit to the Commission and the Department:
  - (A) A signed contract providing for the construction of a facility at the plant that utilizes the excess thermal heat generated at the plant for a beneficial purpose. As used in this subdivision (A), beneficial purpose may include the displacement of fossil fuel use for the sustainable production of a product or service or more efficient or less costly generation of electricity.
  - (B) A certification by a qualified professional engineer that the construction of the facility shall meet the requirement of subdivision (1) of this subsection (k).
  - (3) On or before October 1, 2025 2026, the owner of the plant shall submit to the Commission and the Department a certification that the main components of the facility used to meet the requirement of subdivision (1) of this subsection have been manufactured and that the construction plans for the facility have been completed.
  - (4) If the contract and certification required under subdivision (2) of this subsection are not submitted to the Commission and Department on or before July October 1, 2023 2025 or if the certification required under subdivision (3) is not submitted to the Commission and Department on or before October 1, 2025 2026, then the obligation under this section for each Vermont retail electricity provider to purchase a pro rata share of the baseload renewable

power portfolio requirement shall cease on November 1, 2025 2026, and the Commission is not required to conduct the rate determination provided for in subsection (d) of this section.

- (5) On or before September 1, 2026 2027, the Department shall investigate and submit a recommendation to the Commission on whether the plant has achieved the requirement of subdivision (1) of this subsection. If the Department recommends that the plant has not achieved the requirement of subdivision (1) of this subsection, the obligation under this section shall cease on November 1, 2026 2027, and the Commission is not required to conduct the rate determination provided for in subsection (d) of this section.
- (6) After November 1, 2027 2028, the owner of the plant shall report annually to the Department and the Department shall verify the overall efficiency of the plant for the prior 12-month period. If the overall efficiency of the plant falls below the requirement of subdivision (1) of this subsection, the report shall include a plan to return the plant to the required efficiency within one year.
- (7) If, after implementing the plan in subdivision (6) of this subsection, the owner of the plant does not achieve the efficiency required in subdivision(1) of this subsection, the Department shall request that the Commission commence a proceeding to terminate the obligation under this section.

21 \*\*\*

1	* * * Effective Dates * * *
2	Sec. 17. EFFECTIVE DATES
3	(a) This section and Secs. 7–13 (covered household hazardous products),
4	14-15 (paint products), and 16 (renewable power portfolio) shall take effect on
5	passage.
6	(b) The remainder of this act shall take effect on July 1, 2025, except that
7	Sec. 5 (use value appraisal) shall take effect on January 1, 2026.