HOUSE BILL 1247

C2, M1, M3 2lr2339

By: Delegates Washington, Arora, Bobo, Carr, Cullison, Dumais, Feldman, Frush, Gaines, Gutierrez, Healey, Hubbard, Hucker, Ivey, A. Kelly, Lafferty, Lee, Luedtke, A. Miller, Mizeur, Murphy, Nathan-Pulliam, Niemann, Pena-Melnyk, Reznik, S. Robinson, Rosenberg, Ross, Stukes, Summers, V. Turner, and Zucker

Introduced and read first time: February 10, 2012

Assigned to: Economic Matters and Environmental Matters

A BILL ENTITLED

1 AN ACT concerning

2

3

4

5

6

7

8

9

10

11 12

13

14

15 16

17

18 19

20

21

22

23

24

25

26

27

Community Cleanup and Greening Act of 2012

FOR the purpose of requiring a store to charge and collect a certain fee for each disposable carryout bag the store provides to a customer; authorizing a store to retain a certain amount of a certain fee under certain circumstances; prohibiting a store from advertising or stating certain information under certain circumstances; requiring a store to include certain information on certain receipts; providing that the sales and use tax does not apply to a certain amount of money retained by a store under certain circumstances; requiring the operator of a store to remit a certain amount of money to the Comptroller; requiring the Comptroller to retain a certain amount of money for a certain purpose; requiring the Comptroller to distribute certain amounts of money to the Department of Labor, Licensing, and Regulation, the Chesapeake Bay Trust, and certain counties under certain circumstances; requiring the Chesapeake Bay Trust and certain counties to report certain information to the Comptroller on an annual basis and in a certain manner; requiring the Department of Labor, Licensing, and Regulation to adopt certain regulations in accordance with certain requirements; establishing certain maximum penalties for certain violations; altering the list of allowable grants that may be made by the Chesapeake Bay Trust; requiring the Comptroller to distribute a certain amount of money to the Department of Human Resources on or before a certain date for a certain purpose; requiring the Department of Human Resources to conduct a certain public outreach campaign in accordance with certain requirements; providing for the application of certain provisions of this Act; providing for a delayed effective date; defining certain terms; and generally relating to carryout bags, community greening efforts, and the restoration of the watersheds of the State, including the Chesapeake and Atlantic Coastal Bays.



1 2 3 4 5	BY adding to Article – Business Regulation Section 19–103 Annotated Code of Maryland (2010 Replacement Volume and 2011 Supplement)
6 7 8 9 10	BY repealing and reenacting, with amendments, Article – Natural Resources Section 1–704 Annotated Code of Maryland (2005 Replacement Volume and 2011 Supplement)
11 12	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
13	Article - Business Regulation
14	19–103.
15 16	(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
17 18	(2) "CUSTOMER BAG CREDIT PROGRAM" MEANS A PROGRAM IMPLEMENTED IN A STORE THAT:
19 20 21	(I) REQUIRES THE STORE TO PAY A CUSTOMER A CREDIT OF AT LEAST 5 CENTS FOR EACH BAG PROVIDED BY THE CUSTOMER FOR PACKAGING THE CUSTOMER'S PURCHASES;
22 23 24	(II) REQUIRES THE TOTAL AMOUNT OF THE CREDIT PAID TO A CUSTOMER UNDER ITEM (I) OF THIS PARAGRAPH TO BE DISPLAYED ON THE CUSTOMER TRANSACTION RECEIPT; AND
25 26	(III) IS PROMINENTLY ADVERTISED AT EACH CHECKOUT REGISTER IN THE STORE.
27 28	(3) (I) "DISPOSABLE CARRYOUT BAG" MEANS A PAPER OR PLASTIC BAG PROVIDED BY A STORE TO A CUSTOMER AT THE POINT OF SALE.
29	(II) "DISPOSABLE CARRYOUT BAG" DOES NOT INCLUDE:
30 31	1. A DURABLE PLASTIC BAG WITH HANDLES THAT IS DESIGNED AND MANUFACTURED FOR MULTIPLE REUSE;

1	2. A BAG USED TO:
2	A. PACKAGE BULK ITEMS, INCLUDING FRUIT
3	VEGETABLES, NUTS, GRAINS, CANDY, OR SMALL HARDWARE ITEMS;
4	B. CONTAIN OR WRAP FROZEN FOODS, MEAT, OF
5	FISH, WHETHER PREPACKAGED OR NOT;
6 7	C. CONTAIN OR WRAP FLOWERS, POTTED PLANTS OR OTHER DAMP ITEMS;
•	on official final ficial states,
8 9	D. CONTAIN UNWRAPPED PREPARED FOODS OF BAKERY GOODS; AND
10	E. CONTAIN A NEWSPAPER OR DRY CLEANING;
11	3. A BAG PROVIDED BY A PHARMACIST TO CONTAIN
12	PRESCRIPTION DRUGS;
13	4. PLASTIC BAGS SOLD IN PACKAGES CONTAINING
14	MULTIPLE PLASTIC BAGS INTENDED FOR USE AS GARBAGE BAGS, PET WASTE
15	BAGS, OR YARD WASTE BAGS; AND
16	5. A BAG THAT A RESTAURANT PROVIDES TO A
17	CUSTOMER TO TAKE FOOD OR DRINK AWAY FROM THE RESTAURANT.
18	(4) "ELIGIBLE COUNTY" MEANS A COUNTY THAT HAS NOT
19	ENACTED A COUNTY-ADMINISTERED DISPOSABLE CARRYOUT BAG FEB
20	PROGRAM ON OR BEFORE MARCH 31, 2013.

- 21 (5) "OPERATOR" MEANS A PERSON IN CONTROL OF, OR HAVING
- 22 DAILY RESPONSIBILITY FOR, THE DAILY OPERATION OF A STORE, WHICH MAY
- 23 INCLUDE THE OWNER OF THE STORE.
- 24 (6) (I) "STORE" MEANS A RETAIL ESTABLISHMENT THAT
- 25 PROVIDES DISPOSABLE CARRYOUT BAGS TO ITS CUSTOMERS AS A RESULT OF
- 26 THE SALE OF A PRODUCT.
- 27 (II) "STORE" DOES NOT INCLUDE A ROADSIDE STAND OR
- 28 FARMERS MARKET.
- 29 (B) This section applies only to a store in an eligible county.

$\frac{1}{2}$	(C) (1) A STORE SHALL CHARGE AND COLLECT A FEE OF 5 CENTS FOR EACH DISPOSABLE CARRYOUT BAG THE STORE PROVIDES TO A CUSTOMER.
3	(2) A STORE MAY RETAIN:
4 5	(I) 1 CENT FROM EACH 5-CENT FEE THE STORE COLLECTS OR
6 7	(II) 2 CENTS FROM EACH 5-CENT FEE THE STORE COLLECTS IF THE STORE HAS A CUSTOMER BAG CREDIT PROGRAM.
8 9 10 11 12	(3) A STORE MAY NOT ADVERTISE, HOLD OUT, OR STATE TO THE PUBLIC OR TO A CUSTOMER, DIRECTLY OR INDIRECTLY, THAT THE REIMBURSEMENT OF THE FEE OR ANY PART OF THE FEE COLLECTED BY THE STORE WILL BE ASSUMED OR ABSORBED BY THE STORE OR REFUNDED TO THE CUSTOMER.
13 14 15	(4) A STORE SHALL INDICATE ON THE CONSUMER TRANSACTION RECEIPT THE NUMBER OF CARRYOUT BAGS PROVIDED BY THE STORE AND THE TOTAL AMOUNT OF THE FEE CHARGED.
16 17 18	(5) NOTWITHSTANDING ANY OTHER PROVISION OF LAW, THE SALES AND USE TAX DOES NOT APPLY TO THE AMOUNT OF MONEY RETAINED BY A STORE UNDER PARAGRAPH (2) OF THIS SUBSECTION.
19 20 21	(6) THE OPERATOR OF A STORE SHALL REMIT THE AMOUNT OF MONEY COLLECTED FROM THE FEE THAT IS NOT RETAINED BY THE STORE UNDER PARAGRAPH (2) OF THIS SUBSECTION TO THE COMPTROLLER.
22 23	(D) (1) FROM THE MONEY COLLECTED UNDER SUBSECTION (C) OF THIS SECTION, THE COMPTROLLER SHALL:
24 25	(I) RETAIN AN AMOUNT NECESSARY FOR THE ADMINISTRATION OF THIS SECTION;
26 27 28	(II) DISTRIBUTE A PORTION TO THE DEPARTMENT, IN AN AMOUNT TO COVER THE COSTS OF IMPLEMENTING AND ENFORCING THIS SECTION;

(III) DISTRIBUTE 50% OF THE MONEY THAT REMAINS AFTER 29 30

THE DISTRIBUTIONS UNDER ITEMS (I) AND (II) OF THIS PARAGRAPH TO THE

CHESAPEAKE BAY TRUST; AND 31

1	(IV) DISTRIBUTE 50% OF THE MONEY THAT REMAINS AFTER
2	THE DISTRIBUTIONS UNDER ITEMS (I) AND (II) OF THIS PARAGRAPH TO
3	ELIGIBLE COUNTIES FOR COMMUNITY GREENING, STORMWATER CONTROL,
4	TRASH OR LITTER CLEANUP PROGRAMS AND PROJECTS IN PROPORTION TO THE
5	AMOUNT OF FUNDS ESTIMATED TO BE GENERATED BY EACH COUNTY.
6	(2) THE CHESAPEAKE BAY TRUST AND ANY ELIGIBLE COUNTY
7	THAT RECEIVES FUNDS UNDER THIS SUBSECTION SHALL REPORT TO THE
8	COMPTROLLER ON THE USE OF FUNDS ON AN ANNUAL BASIS AND IN THE
9	MANNER REQUIRED BY THE COMPTROLLER.
10	(E) (1) THE DEPARTMENT SHALL ADOPT REGULATIONS TO
11	IMPLEMENT AND ENFORCE THIS SECTION IN ACCORDANCE WITH THIS
12	SUBSECTION.
13	(2) A PENALTY IMPOSED ON A STORE FOR A VIOLATION OF THIS
14	SECTION MAY NOT EXCEED \$100.
15	(3) A PENALTY MAY NOT BE IMPOSED ON A STORE MORE THAN
16	ONCE WITHIN A 7-DAY PERIOD.
17	Article - Natural Resources
17 18	Article - Natural Resources 1–704.
18 19 20 21	1–704. The Chesapeake Bay Trust shall use the funds it receives under § 1–703 of this subtitle only to provide grants to nonprofit organizations, community associations, civic groups, schools, or public agencies for citizen involvement projects that will
18 19 20 21 22 23	1–704. The Chesapeake Bay Trust shall use the funds it receives under § 1–703 of this subtitle only to provide grants to nonprofit organizations, community associations, civic groups, schools, or public agencies for citizen involvement projects that will enhance or promote: (1) Public education of the State's citizens concerning the Chesapeake
18 19 20 21 22 23 24 25	1–704. The Chesapeake Bay Trust shall use the funds it receives under § 1–703 of this subtitle only to provide grants to nonprofit organizations, community associations, civic groups, schools, or public agencies for citizen involvement projects that will enhance or promote: (1) Public education of the State's citizens concerning the Chesapeake Bay;
18 19 20 21 22 23 24 25 26	1–704. The Chesapeake Bay Trust shall use the funds it receives under § 1–703 of this subtitle only to provide grants to nonprofit organizations, community associations, civic groups, schools, or public agencies for citizen involvement projects that will enhance or promote: (1) Public education of the State's citizens concerning the Chesapeake Bay; (2) The preservation or enhancement of water quality and fishery or wildlife habitat;

1	(6) Training in environmental studies or environmental enhancement,
2	INCLUDING THROUGH THE CHESAPEAKE CONSERVATION CORPS ESTABLISHED
3	UNDER § 8–1914 OF THIS ARTICLE; OR

- 4 (7) PUBLIC EDUCATION ON THE IMPORTANCE OF REDUCING THE 5 NUMBER OF DISPOSABLE CARRYOUT BAGS FROM ENTERING THE WASTE 6 STREAM.
- SECTION 2. AND BE IT FURTHER ENACTED, That, on or before January 1, 2014, the Comptroller shall distribute a portion of the money collected under § 19–103(c) of the Business Regulation Article, as enacted by Section 1 of this Act, after the distributions have been made under § 19–103(d)(1)(i) and (ii), but before the distributions to the Chesapeake Bay Trust and eligible counties under § 19–103(d)(1)(iii) and (iv), to the Department of Human Resources in an amount to cover the cost of a public outreach campaign that includes:
- 14 (1) a public–private partnership to provide reusable carryout bags to the citizens of the State; and
- 16 (2) working with service providers that assist seniors and low-income 17 residents to distribute information and reusable carryout bags to low-income 18 households.
- SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect January 1, 2013.