# First Regular Session Sixty-seventh General Assembly STATE OF COLORADO

# **INTRODUCED**

LLS NO. 09-0478.01 Kate Meyer

SENATE BILL 09-156

### SENATE SPONSORSHIP

Veiga,

## **HOUSE SPONSORSHIP**

Miklosi,

# **Senate Committees**

**House Committees** 

Business, Labor and Technology

#### A BILL FOR AN ACT

## 101 CONCERNING THE REDUCTION OF PLASTIC BAG USE.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not necessarily reflect any amendments that may be subsequently adopted.)

Creates the "Plastic Bag Reduction Act" (act), which prohibits a store that meets the following criteria from providing plastic bags to customers on and after July 1, 2012:

- ! The store has a retail floor space of at least 10,000 square feet: and
- ! The store has gross annual sales of at least \$1,000,000.

Exempts any store operated pursuant to a franchise agreement from the scope of the act.

Makes noncompliance with the plastic bag prohibition a class 2

petty offense and sets the following penalties upon conviction thereof:

- ! A fine not to exceed \$200 for a first violation within a calendar year;
- ! A fine not to exceed \$300 for a second violation within a calendar year; and
- ! Fines not to exceed \$500 for each additional violation within a calendar year.

Specifies that each plastic bag provided shall be deemed a separate violation.

Beginning September 1, 2009, imposes on customers a fee of 6 cents for every plastic bag provided to a customer by a store meeting the above criteria. Requires the store providing the bags to retain 3 cents and transfer the other 3 cents to the state treasurer. Creates the plastic bag reduction education fund (fund) in the state treasury, consisting of the plastic bag fees that are transmitted to the state. Requires the fund to be used to educate people on the upcoming plastic bag prohibition. Repeals the fund on July 1, 2013.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** Title 25, Colorado Revised Statutes, is amended BY 3 THE ADDITION A NEW ARTICLE to read: 4 **ARTICLE 16.7** 5 **Reduction of Plastic Bags** 6 **25-16.7-101. Short title.** This article shall be known and 7 MAY BE CITED AS THE "PLASTIC BAG REDUCTION ACT". 8 **25-16.7-102.** Legislative declaration. THE GENERAL ASSEMBLY 9 HEREBY FINDS, DETERMINES, AND DECLARES THAT THE DISTRIBUTION OF 10 PLASTIC BAGS, PARTICULARLY BY LARGE RETAIL ESTABLISHMENTS, TO 11 CONSUMERS FOR USE IN CARRYING, TRANSPORTING, OR STORING GOODS 12 PURCHASED AT SUCH ESTABLISHMENTS, HAS A DETRIMENTAL EFFECT ON 13 COLORADO'S ENVIRONMENT. SUCH BAGS, WHICH ARE SLOW TO 14 BIODEGRADE, CONTRIBUTE TO OVERBURDENED LANDFILLS, THREATEN 15 WILDLIFE, DEGRADE THE NATURAL LANDSCAPE, AND, IN MANY CASES, 16 REQUIRE CONSUMPTION OF OIL DURING THE MANUFACTURING PROCESS.

-2- SB09-156

2	INTERESTS OF THE PEOPLE OF COLORADO TO GRADUALLY REDUCE THE
3	DISTRIBUTION OF PLASTIC BAGS.
4	25-16.7-103. Definitions. AS USED IN THIS ARTICLE, UNLESS THE
5	CONTEXT OTHERWISE REQUIRES:
6	(1) "CHECKOUT" MEANS POINT OF SALE.
7	(2) "CUSTOMER" MEANS A PERSON WHO MAKES A PURCHASE AT A
8	STORE.
9	(3) "PLASTIC BAG" MEANS A BAG COMPOSED OF PLASTIC, LATEX,
10	OR POLYPROPYLENE.
11	(4) "Provide" means sell, give free of charge, or otherwise
12	DISTRIBUTE OR MAKE AVAILABLE.
13	(5) (a) "Store" means a business or establishment in this
14	STATE ENGAGED IN THE SALE OF GOODS THAT HAS:
15	(I) A RETAIL FLOOR SPACE OF AT LEAST TEN THOUSAND SQUARE
16	FEET; AND
17	(II) GROSS ANNUAL SALES OF ONE MILLION DOLLARS OR MORE.
18	(b) "STORE" DOES NOT INCLUDE ANY BUSINESS OR ESTABLISHMENT
19	OPERATED PURSUANT TO A FRANCHISE AGREEMENT.
20	25-16.7-104. Prohibition on distribution of plastic bags -
21	violations. (1) Beginning July 1, 2012, a store may not provide a
22	PLASTIC BAG TO A CUSTOMER AT CHECKOUT FOR THE PURPOSE OF
23	STORING, CARRYING, OR TRANSPORTING PURCHASED GOODS.
24	(2) Nothing in this section shall be construed as
25	PROHIBITING A STORE FROM PROVIDING BAGS MADE OF NONPLASTIC
26	MATERIAL TO CUSTOMERS AT CHECKOUT.
27	(3) A PERSON WHO VIOLATES SUBSECTION (1) OF THIS SECTION

THEREFORE, THE GENERAL ASSEMBLY DECLARES THAT IT IS IN THE BEST

-3- SB09-156

I	COMMITS A CLASS 2 PETTY OFFENSE AND, UPON CONVICTION THEREOF,
2	SHALL BE PUNISHED BY A FINE NOT TO EXCEED ONE HUNDRED DOLLARS
3	FOR A FIRST VIOLATION WITHIN A CALENDAR YEAR, A FINE NOT TO EXCEED
4	TWO HUNDRED DOLLARS FOR A SECOND VIOLATION WITHIN A CALENDAR
5	YEAR, AND A FINE NOT TO EXCEED FIVE HUNDRED DOLLARS FOR EACH
6	ADDITIONAL VIOLATION WITHIN A CALENDAR YEAR. EACH PLASTIC BAC
7	PROVIDED SHALL BE DEEMED A SEPARATE VIOLATION. ALL FINES
8	COLLECTED PURSUANT TO THIS SECTION SHALL BE TRANSMITTED TO THE
9	STATE TREASURER, WHO SHALL CREDIT THE SAME TO THE GENERAL FUND
10	25-16.7-105. Plastic bag fee - plastic bag reduction education
11	fund - repeal. (1) (a) BEGINNING SEPTEMBER 1, 2009, AND ENDING ON
12	JUNE 30, 2012, A CUSTOMER SHALL PAY A FEE OF SIX CENTS FOR EVERY
13	PLASTIC BAG PROVIDED AT CHECKOUT TO THE CUSTOMER BY A STORE.
14	(b) NOTHING IN THIS SECTION SHALL BE CONSTRUED AS REQUIRING
15	A CUSTOMER TO ACCEPT OR USE PLASTIC BAGS PROVIDED BY A STORE.
16	(2) A STORE THAT PROVIDES PLASTIC BAGS TO CUSTOMERS SHALL
17	COLLECT SAID FEE AT THE TIME OF SALE AND SHALL:
18	(a) RETAIN THREE CENTS, WHICH MAY BE, BUT IS NOT REQUIRED TO
19	BE, USED TO DEFRAY COSTS ASSOCIATED WITH THE PLASTIC BAC
20	PROHIBITION DESCRIBED IN SECTION 25-16.7-104; AND
21	(b) Transmit three cents to the state treasurer, who
22	SHALL CREDIT THE SAME TO THE PLASTIC BAG REDUCTION EDUCATION
23	FUND CREATED IN SUBSECTION (3) OF THIS SECTION.
24	(3) THERE IS HEREBY CREATED IN THE STATE TREASURY THE
25	PLASTIC BAG REDUCTION EDUCATION FUND, WHICH SHALL CONSIST OF ALL
26	FEES COLLECTED PURSUANT TO PARAGRAPH (b) OF SUBSECTION (2) OF THIS
7	SECTION AND ALL INTEDEST EADNED ON SLICH EEES. ALL MONEYS IN THE

-4- SB09-156

1	FUND SHALL BE ANNUALLY APPROPRIATED TO THE DEPARTMENT OF PUBLIC
2	HEALTH AND ENVIRONMENT BY THE GENERAL ASSEMBLY FOR THE
3	PURPOSE OF EDUCATING CUSTOMERS ABOUT THE PLASTIC BAG
4	PROHIBITION OF SECTION 25-16.7-104. ANY UNEXPENDED AND
5	UNENCUMBERED MONEYS REMAINING IN THE FUND AT THE END OF ANY
6	FISCAL YEAR SHALL REMAIN IN THE FUND AND SHALL NOT BE
7	TRANSFERRED TO THE GENERAL FUND OR ANY OTHER FUND; EXCEPT THAT,
8	ON JUNE 30, 2013, ANY UNEXPENDED AND UNENCUMBERED MONEYS IN
9	THE FUND SHALL BE TRANSFERRED TO THE GENERAL FUND.
10	(4) This section is repealed, effective July 1, 2013.
11	<b>SECTION 2. Act subject to petition - effective date.</b> (1) This
12	act shall take effect September 1, 2009.
13	(2) However, if a referendum petition is filed against this act or
14	an item, section, or part of this act during the ninety-day period after final
15	adjournment of the general assembly that is allowed for submitting a
16	referendum petition pursuant to article V, section 1 (3) of the state
17	constitution, then the act, item, section, or part, shall not take effect unless
18	approved by the people at a biennial regular general election and shall
19	take effect on the date specified in subsection (1) or on the date of the
20	official declaration of the vote thereon by proclamation of the governor,
21	whichever is later.

-5- SB09-156