## The Commonwealth of Massachusetts

## In the Year Two Thousand Nine

An Act Establishing The Clean Communities and Recycling Grant Program in the Commonwealth..

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 SECTION 1. Chapter 94 of the general laws, as appearing in the 2006 official edition, is
- 2 hereby amended by striking sections 321 through 327, inclusive, and inserting in place thereof
- 3 the following sections: -
- 4 Section 321. Sections 321 through 327A shall be known and may be cited as the "Clean
- 5 Communities and Recycling Grant Act."
- 6 Section 322. In this section, the following words, unless their context clearly indicates
- 7 otherwise, shall have the following meanings: -
- 8 "Litter" shall mean any used or unconsumed substance or waste material which has been
- 9 discarded, whether made of aluminum, glass, plastic, rubber, paper, or other natural or synthetic
- material, or any combination thereof, including, but not limited to, any bottle, jar or can, or any
- top, cap or detachable tab of any bottle, jar or can, any unlighted cigarette, cigar, match or any
- 12 flaming or glowing material or any garbage, trash, refuse, debris, rubbish, grass clippings or
- other lawn or garden waste, newspapers, magazines, glass, metal, plastic or paper containers or

14	other packaging or construction material, but shall not include the waste of the primary processes
15	of mining or other extraction processes, logging, sawmilling, farming or manufacturing.
16	"Litter-generating products" shall mean the following specific goods which are produced,
17	distributed, or purchased in disposable containers, packages or wrappings; or which are not
18	usually sold in packages, containers or wrappings but which are commonly discarded in public
19	places; or which are of an unsightly or unsanitary nature, commonly thrown, dropped, discarded,
20	placed or deposited by a person on public property, or on private property not owned by that
21	person:
22	Beer and other malt beverages;
23	Cigarettes and tobacco products;
24	Cleaning agents and toiletries;
25	Distilled spirits;
26	Food for human or pet consumption;
27	Glass containers sold as such;
28	Groceries;
29	Metal containers sold as such;
30	Motor vehicle tires;
31	Newsprint and magazine paper stock;
32	Drugstore sundry products, but not including prescription drugs or nonprescription drugs;

33	Paper products and household paper, but not including roll stock produced by paper
34	product manufacturers and wood pulp;
35	Plastic or fiber containers made of synthetic material and sold as such, but not including
36	any container which is routinely reused, has a useful life of more than one year and is ordinarily
37	sold empty at retail;
38	Soft drinks and carbonated water; and
39	Wine.
40	"Litter receptacle" shall mean a container suitable for the depositing of litter.
41	"Municipality" shall mean any city or town situated within the boundaries of the
42	commonwealth.
43	"Person" shall mean any individual or business concern.
44	"Public place" shall mean any area that is used or held out for use by the public, whether
45	owned or operated by public or private interests.
46	"Recycling" shall mean any process by which materials which would otherwise become
47	solid waste are collected, separated or processed and returned to the economic mainstream in the
48	form of raw materials or products.
49	"Sold within the commonwealth" or "sales within the commonwealth" shall mean all
50	sales of retailers engaged in business within the commonwealth and, in the case of
51	manufacturers, wholesalers and distributors, all sales of products for use and consumption within
52	the commonwealth. It shall be presumed that all sales of manufacturers, wholesalers and

distributors sold within the commonwealth are for use and consumption within the commonwealth unless it is determined by the commissioner of the department of revenue that the products are shipped out of the commonwealth for out-of-state use.

## Section 323.

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There is imposed upon each person engaged in business in the commonwealth as a manufacturer, wholesaler, or distributor of litter-generating products a user fee of 3/100 of 1% (.0003) on sales of those products within the commonwealth, and upon each person engaged in business in the commonwealth as a retailer of litter-generating products a user fee of 2.25/100 of 1% (.000225) on sales of those products within the commonwealth. Any retailer with less than \$500,000 in annual retail sales of litter-generating products shall be exempt from the user fee imposed under this section. A sale by a wholesaler or distributor to another wholesaler or distributor, a sale by a company to another company owned wholly by the same individuals or companies, or a sale by a wholesaler or distributor owned cooperatively by retailers to those retailers shall not be subject to the user fee imposed under this section. For the purposes of this section, "retailer" includes the owner or operator of a take-out or drive-thru restaurant, the principal activity of which consists of selling for consumption off the premises of the restaurant a meal or food prepared and ready to be eaten. A retailer shall not include: (1) the owner or operator of a restaurant with less than 10% in annual retail sales of meals or food prepared and ready to be eaten for consumption off the premises of the restaurant; or (2) the owner or operator of a restaurant, the principal activity of which consists of preparing for consumption within the restaurant a meal of food to be eaten on the premises.

Every person subject to the user fee on the sale of litter-generating products imposed pursuant to Section 323 (A) above shall file with the commissioner of the department of revenue a certificate of registration on a form prescribed by the commissioner. Any person who is registered under any law administered by the department of revenue or who is subject to and files returns under any of these laws shall not be required to comply with the provisions of this subsection.

Every person subject to the user fee on the sale of litter-generating products imposed pursuant to section 323 (A) shall, on or before March 15 of each year, prepare and file a return, under oath, for the preceding calendar year with the commissioner of the department of revenue on forms and containing any information as the commissioner shall prescribe. The return shall indicate the dollar value of the sales within the commonwealth of litter-generating products and at the same time the person shall pay the full amount of user fees due.

If a return required by this section is not filed, or if a return is filed incorrectly or insufficiently in the opinion of the commissioner of the department of revenue, the amount of user fees due shall be determined by the commissioner based on collections from the person liable for the payment of the user fees during the previous five years. Notice of the determination shall be given to the person liable for the payment of the user fees. The determination shall finally and irrevocably fix the user fees unless the person against whom it is assessed, within 90 days after the giving of the notice of determination, shall file a protest and request a hearing, or unless the commissioner, on his/her own motion, shall redetermine the same. Following the hearing the commissioner shall give notice of the determination to the person whom the user fees are assessed.

Any person who fails to file a return when due or fails to pay any user fee when the user fee becomes due, as herein provided, shall be subject to such penalties and interest as provided by law. If the commissioner of the department of revenue determines that the failure to comply with the provisions of this section was excusable under the circumstances, the commissioner may remit any part of the penalty as shall be deemed appropriate.

In addition to the other powers granted by this section, the commissioner of the department of revenue may:

Delegate to any officer or employee of the department of revenue those powers and duties as the commissioner may deem necessary to carry out efficiently the provisions of this section, and the person or persons to whom the powers have been delegated shall possess, and may exercise, all of the powers and perform all of the duties delegated by the commissioner;

Prescribe and distribute all necessary forms for the implementation of this section; and Adopt any rules and regulations necessary for the implementation of this section.

Any deduction of the user feel imposed in section 323 (A) allowed in computing a taxpayer's taxable income which the taxpayer is required to report in the United States Treasury Department for the purpose of computing its federal taxable income shall be allowed in determining the taxpayer's "entire net income."

Section 324. Clean Communities Program Fund.

The Clean Communities Program Fund, hereafter referred to as "the fund," is hereby established as a non-lapsing, revolving fund within the Department of Environmental Protection to be administered by the commissioner of said department. Said fund shall be credited, in

addition to any appropriations made thereto, with all user fees or penalties imposed, and any sums received as voluntary contributions from private sources. Interest received on moneys in the fund shall be credited to the fund. All available moneys in the fund shall be appropriated annually solely for the following purposes and no others:

20% of the estimated annual balance of the fund shall be used for a state-wide program of litter pickup and removal and of enforcement of litter-related laws, rules and regulations in commonwealth owned places and areas that are accessible to the public, and for a comprehensive anti-litter education campaign as detailed in section 325 below;

80% of the estimated annual balance of the fund shall be distributed in the form of grants, to be administered by the department of environmental protection for the purposes of establishing, maintaining or expanding municipal recycling programs. Said grants shall include, but not be limited to, the following initiatives:

Planning grants to reimburse municipalities up to 80% of approved costs to prepare municipal waste management plans and studies;

Recycling grants to reimburse municipalities up to 90% of approved costs to establish, maintain and expand municipal recycling programs. Financially distressed municipalities may be reimbursed up to 100%;

Performance grants to reimburse municipalities which have established recycling programs. The amount of the grant shall be based upon type and weight of materials and the percentage of recyclables diverted from landfills;

137 Host municipal inspector grants to reimburse up to 50% of approved costs of employing 138 certified inspectors for landfills; 139 Individual permit application review grants to reimburse up to \$10,000 for each review 140 by a professional engineer of a municipal facilities permit application; 141 Household hazardous waste collection and disposal grants to reimburse municipalities up 142 to 50% of the cost of Household Hazardous Waste disposal programs. However, under no 143 circumstance shall a grant of this nature exceed \$10,000. Pay-as-you-throw grants. Not less than 20% of the 80% set aside for municipal recycling 144 145 grants shall be expended annually as remediation for the establishment, maintenance and/or 146 expansion of "pay-as-you-throw" programs, so-called, in municipalities. 147 A municipality may not use more than 5% of funds received from the fund for 148 administrative expenses. 149 Section 325. The department of environmental protection shall administer a state-wide 150 public information and education program concerning anti-littering activities and other aspects of 151 responsible solid waste handling behavior as part of the Clean Communities Program. 152 Section 326. No contract shall be required as a prerequisite to the distribution of aid to 153 eligible municipalities for programs of litter pickup and removal. All funds for each fiscal year

Each municipality shall submit a brief annual report to the department of environmental protection summarizing the uses and expenditure of funds received for its program of litter pickup and removal.

for which these funds are to be distributed shall be distributed by June 30 of the following year.

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The department of environmental protection shall report to the Governor and the Senate and House committees on Energy on the success of the municipal litter pickup and removal programs in reducing litter in the commonwealth not later than August 30 of each year.

Additional expenditures or incremental costs necessary and reasonably incurred by a municipality for the abatement and control of litter or any other anti-littering activities as a direct result of the implementation of said programs shall be considered expenditures mandated by state law.

Section 326A. The department of environmental protection shall:

Coordinate the various industry and business organizations seeking to aid in the anti-litter effort;

Conduct periodic litter surveys or random inspections in various parts of the commonwealth to ensure the satisfactory implementation of the municipal litter pickup and removal programs required;

Encourage and cooperate with all local voluntary and government anti-litter campaigns attempting to focus public attention on the state wide public information and education program concerning anti-littering activities and other aspects of responsible solid waste handling behavior as part of the Clean Communities Program;

Investigate the availability of, and apply for, funds available from any private or public source to be used in the Clean Communities Program;

Investigate the successful methods of litter pickup and removal programs in other states or jurisdictions, encourage the use of litter and recycling receptacles and evaluate their possible incorporation into the Clean Communities Program.

Section 327. Any person found to be in violation of the provisions of these sections for which no penalty is specifically provided is subject to, for a first offense, a written warning; a second violation shall be punishable by a fine of not more than \$100; all subsequent violations shall be punishable by a fine of not more than \$300. If said violation is of a continuing nature, each day during which it continues constitutes a separate and distinct offense.

Section 327A. The commissioner of the department of environmental protection shall adopt rules and regulations as necessary to effectuate the provisions of the Clean Communities Program.