HOUSE SUBSTITUTE FOR SENATE BILL NO. 790

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," (MCL 324.101 to 324.90106) by adding part 173.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 PART 173. RECYCLING ADVISORY COUNCIL
- 2 Sec. 17301. As used in this part:
- 3 (a) "Bottle deposit fund" means the bottle deposit fund
- 4 created in section 3c of the Initiated Law of 1976, MCL
- 5 445.573c.
- 6 (b) "Council" means the recycling advisory council created in
- 7 section 17302.
- 8 (c) "Dealer" means that term as defined in section 1 of the
- 9 Initiated Law of 1976, MCL 445.571.
- 10 (d) "Department" means the department of environmental
- 11 quality.

- 1 (e) "Director" means the director of the department or his or
- 2 her designee.
- 3 (f) "Distributor" means that term as defined in section 1 of
- 4 the Initiated Law of 1976, MCL 445.571.
- 5 (g) "Michigan economic development corporation" means that
- 6 term as defined in section 2 of the local development financing
- 7 act, 1986 PA 281, MCL 125.2152.
- 8 Sec. 17302. (1) The recycling advisory council is created
- 9 within the department.
- 10 (2) The council shall consist of the following members:
- 11 (a) The director of the department or his or her designee.
- 12 (b) The following members appointed by the senate majority
- 13 leader:
- (i) A representative of a dealers' organization.
- 15 (ii) A representative of a statewide business organization.
- 16 (iii) A representative of a recycling business.
- 17 (iv) A representative of a statewide bottlers' organization.
- 18 (v) A representative of a statewide conservation
- 19 organization.
- 20 (c) The following members appointed by the speaker of the
- 21 house of representatives:
- 22 (i) A representative of a distributors' organization.
- 23 (ii) A representative of a manufacturer that uses raw
- 24 material consisting primarily of recycled material.
- 25 (iii) A representative of an organization of townships.
- 26 (iv) A representative of an organization of cities and
- 27 villages.

Senate Bill No. 790 (S-6) as amended December 2, 2004

- 1 (v) A representative of the waste management industry.
- 2 (d) The following members appointed by the governor:
- 3 (i) A representative of a statewide environmental
- 4 organization.
- 5 (ii) A representative of an organization of counties.
- 6 (iii) An officer or employee of a local unit of government
- 7 responsible for recycling in that local unit.
- 8 (iv) A representative of the public at large.
- 9 (v) A representative of a college or university that operates
- 10 a comprehensive, institution-wide recycling program.
- [(vi) An administrator of a municipally owned landfill.]
- 11 (3) The members first appointed to the council shall be
- 12 appointed within 30 days after the effective date of this
- 13 section.
- 14 (4) Members of the council shall serve for terms of 2 years
- 15 or until a successor is appointed, whichever is later.
- 16 (5) If a vacancy occurs on the council, the vacancy shall be
- 17 filled for the unexpired term in the same manner as the original
- 18 appointment.
- 19 (6) A member of the council may be removed for incompetency,
- 20 dereliction of duty, malfeasance, misfeasance, or nonfeasance in
- 21 office, or any other good cause. The senate majority leader may
- 22 remove a member of the council described in subsection (2)(b),
- 23 the speaker of the house of representatives may remove a member
- 24 described in subsection (2)(c), and the governor may remove a
- 25 member described in subsection (2)(d).
- 26 Sec. 17303. (1) The first meeting of the council shall be
- 27 called by the director. At the first meeting, the council shall

Senate Bill No. 790 (H-1) as amended December 2, 2004

- 1 elect from among its members a chairperson and other officers as
- 2 it considers necessary or appropriate. After the first meeting,
- 3 the council shall meet at least quarterly, or more frequently at
- 4 the call of the chairperson or if requested by 3 or more
- 5 members.
- 6 (2) A majority of the members of the council constitute a
- 7 quorum for the transaction of business at a meeting of the
- 8 council. A majority of the members appointed and serving are
- 9 required for official action of the council.
- 10 (3) The business that the council may perform shall be
- 11 conducted at a public meeting of the council held in compliance
- 12 with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275.
- 13 (4) A writing prepared, owned, used, in the possession of, or
- 14 retained by the council in the performance of an official
- 15 function is subject to the freedom of information act, 1976 PA
- 16 442, MCL 15.231 to 15.246.
- 17 (5) Members of the council shall serve without compensation.
- 18 (6) The department [may] provide staff to the council through
- 19 the office of the statewide recycling coordinator created in
- 20 section 17402.
- 21 (7) The departments and agencies of state government shall
- 22 cooperate with the council by providing information requested by
- 23 the council for the purposes of discharging its responsibilities
- 24 under this part.
- 25 (8) A report or recommendations required under this act from
- 26 the council shall be provided to the senate majority leader, the
- 27 speaker of the house of representatives, and the standing

- 1 committees of both houses of the legislature with primary
- 2 jurisdiction over natural resources and environmental matters.
- 3 Sec. 17304. (1) The council shall study and, by September
- 4 1, 2005, make recommendations to the legislature on all of the
- 5 following:
- 6 (a) The effectiveness of this state's current recycling
- 7 program and what opportunities exist to improve recycling in this
- 8 state.
- 9 (b) The current amount of public and private funding for
- 10 recycling by local government and nonprofit organizations and the
- 11 relationship of the current funding levels to the efficiency and
- 12 effectiveness of the recycling program.
- 13 (c) The amount of public and private funding required to
- 14 improve the efficiency and effectiveness of recycling in rural
- 15 areas.
- 16 (d) The amount of public and private funding required to
- 17 improve the efficiency and effectiveness of recycling in urban
- 18 areas.
- 19 (e) After thoroughly evaluating the sustainability,
- 20 efficiency, and effectiveness of all funding options that produce
- 21 an increase in recycling levels, all known sources of potential
- 22 funding for recycling.
- 23 (f) An initial method for distribution of money to be
- 24 realized from sources identified under subdivision (e).
- 25 (g) Criteria for local recycling programs to qualify for
- 26 funding of recycling and waste diversion from sources identified
- 27 under subdivision (e).

- 1 (2) After making its recommendations under subsection (1),
- 2 the council shall do all of the following on an ongoing basis:
- 3 (a) Recommend to the legislature changes to the state's
- 4 comprehensive recycling plan.
- 5 (b) In conjunction with the statewide recycling coordinator,
- 6 establish a method for regular review of local recycling programs
- 7 to gather information about processes, markets, and recycling
- 8 rates.
- 9 (c) In conjunction with the department, develop forms and
- 10 requirements for reporting expenditures for waste diversion,
- 11 including expenditure of money received from the department for
- 12 recycling and waste diversion, and waste diversion and recycling
- 13 accomplished by counties, solid waste management planning
- 14 agencies, and entities that receive money from the department for
- 15 recycling and waste diversion.
- 16 (d) Review data regarding waste diversion and recycling,
- 17 including data reported under subdivision (c), and use the data
- 18 to establish criteria for and make recommendations to the
- 19 department and the legislature on changes to the expenditure of
- 20 money for recycling and waste diversion from sources identified
- 21 under subsection (1).
- (e) Establish reasonable quantifiable objectives for the
- 23 diversion of waste from landfills in this state.
- 24 (f) Make recommendations to the legislature on tax incentives
- 25 to be provided under the single business tax act, 1975 PA 228,
- 26 MCL 208.1 to 208.145, to encourage the development of markets for
- 27 recycling materials that face obstacles or challenges to

- 1 development, including, but not limited to, electronic goods,
- 2 batteries, and colored glass.
- 3 (g) Recommend to the legislature all of the following for
- 4 enactment into law:
- 5 (i) Reasonable, quantifiable short-term and long-term
- 6 recycling recovery and waste diversion objectives.
- 7 (ii) Measures to develop or foster the development of markets
- 8 for recycled materials.
- 9 (h) Review with local recycling officials current local
- 10 recycling funding programs to determine if any changes should be
- 11 made in these programs.
- 12 (i) Based on the recycling coordinator's study and the
- 13 department's report under section 502 of 2003 PA 171, recommend a
- 14 strategy for a phased implementation of bans of additional
- 15 materials from landfills.
- (j) In cooperation with the department's office of
- 17 environmental assistance and the Michigan economic development
- 18 corporation, encourage firms that specialize in production of
- 19 products from recycled materials to establish business operations
- 20 in this state.
- 21 (k) Examine manufacturing processes that incorporate
- 22 equipment or other technology to utilize recycled materials or to
- 23 allow for the recycling of waste products. Based on information
- 24 gathered under this subdivision, the council may develop a
- 25 voluntary "best recycling practices" standard for businesses in
- 26 Michigan.
- 27 (l) Review all of this state's relevant solid waste

- 1 management laws and administrative rules related to recycling and
- 2 recommend to the legislature or state agencies changes to promote
- 3 recycling and waste diversion.
- 4 (m) Conduct a cost-benefit analysis of expanding the scope of
- 5 the Initiated Law of 1976, MCL 445.571 to 445.576, compared to
- 6 alternative ways to increase recycling.
- 7 (n) Report to the legislature the council's recommendations
- 8 on changes to the Initiated Law of 1976, MCL 445.571 to 445.576.
- 9 (o) Assess and report on health and safety concerns arising
- 10 from the storage and handling by dealers and distributors of
- 11 beverage containers returned under the Initiated Law of 1976, MCL
- 12 445.571 to 445.576.
- 13 (p) Review the apportionment of the unclaimed bottle deposit
- 14 fund and recommend to the legislature revisions to more fully
- 15 compensate distributors and dealers for costs incurred under the
- 16 Initiated Law of 1976, MCL 445.571 to 445.576.
- 17 (q) Create a subcouncil to monitor implementation of the
- 18 pilot program for regional beverage container redemption centers
- 19 and to monitor the success of the Initiated Law of 1976, MCL
- 20 445.571 to 445.576. The subcouncil shall include dealers,
- 21 distributors, persons representing redemption centers, and
- 22 representatives of environmental organizations.
- 23 (r) Evaluate the sustainability, effectiveness, and
- 24 efficiency of pay-as-you-throw programs that have been
- 25 implemented and determine whether incentives should be
- 26 established to encourage the programs.
- 27 (3) As used in this section:

- 1 (a) "Effectiveness" means the measurable ability of a program
- 2 to maximize recycling participation by the citizens of this
- 3 state.
- 4 (b) "Efficiency" means the ability of a recycling program to
- be effective at the lowest possible cost to citizens of this
- state.
- 7 (c) "Sustainability" means the adjustability of a funding
- mechanism to ensure the continued success of a program's
- 9 effectiveness and efficiency.
- Enacting section 1. This amendatory act does not take 10
- 11 effect unless Senate Bill No. 854 of the 92nd Legislature is
- 12 enacted into law.