32-330-03

A bill to be entitled 1 2 An act relating to environmental control; creating s. 403.71853, F.S.; creating a program 3 4 for the responsible disposal of certain 5 electronic products and components; providing 6 definitions; providing duties of the Department 7 of Environmental Protection and other government entities and agencies and of 8 9 marketers of such products and components; prohibiting certain methods of disposal of such 10 products and components; providing for funding 11 12 the program; providing for fees for sales of components and for a surcharge on waste 13 disposal; providing penalties; creating a 14 review council; providing for rules; providing 15 16 an effective date. 17 WHEREAS, televisions, computers, and other electronic 18 19 products are omnipresent in modern society, and 20 WHEREAS, the numbers of obsolete, worn-out, or 21 otherwise unusable televisions, computers, and other 22 electronic products will surely increase in our rapidly 23 growing state, and WHEREAS, the cathode ray tube found in almost every 24 25 discarded television and computer monitor is the most problematic material in discarded electronic products because 26 27 of its lead content and because of the negative value of the 28 glass and other constituent materials, and 29 WHEREAS, the printed circuit boards found in almost 30 every discarded electronic product can be problematic due to

the lead content of the solder, and

1 WHEREAS, cathode ray tubes and printed circuit boards 2 are estimated to be the largest source of lead in the state's 3 municipal solid waste stream, and WHEREAS, many flat-panel-display televisions, computer 4 5 monitors, and laptop computers contain a mercury-containing 6 lamp for backlighting purposes, and 7 WHEREAS, the reuse, repair, or recycling of 8 televisions, computers, and other electronic products can: 9 protect public health and the environment by reducing the 10 potential for the release of lead and mercury from landfills 11 and municipal waste combustors into the environment; provide jobs and business opportunities for Floridians; recover 12 13 valuable components and materials; and conserve valuable 14 landfill space, and WHEREAS, the responsibility for the environmentally 15 sound management and product stewardship of end-of-life 16 17 electronics products ought to be shared among the 18 consumer/purchaser, the manufacturer, and state and local 19 government waste management agencies, and 20 WHEREAS, due in large part to the cost of collecting 21 and recycling many electronic products, no other system 22 currently exists, either provided by electronics manufacturers, governmental entities, or others, to adequately 23 24 serve Floridians and divert large quantities of end-of-life 25 electronics products from disposal, and WHEREAS, such a system should maximize the use of 26 27 market drivers, NOW, THEREFORE, 28 29 Be It Enacted by the Legislature of the State of Florida:

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1 Section 1. Section 403.71853, Florida Statutes, is 2 created to read: 3 403.71853 Shared responsibility for end-of-life electronic products.--4 5 (1) DEFINITIONS.--As used in this section, the term: 6 "Cathode ray tube" means a vacuum-sealed, enclosed, electron-stream-activated video display device that 7 8 contains leaded glass as a major component. 9 (b) "Central processing unit" means the circuit 10 boards, components, and associated circuitry system that 11 processes electronic information in a computer and the case that contains such a system. 12 "Circuit board" means a printed wiring board and 13 attached components that are used to control the flow of 14 electrons and that contain solder with lead as a component. 15 "Computer monitor" means a device that visually 16 (d) 17 displays the information generated by a computer system. "Covered electronic product" means any electronic 18 19 product that contains a cathode ray tube or mercury-containing lamp or is otherwise specifically designated as provided in 20 21 this section or by the review council under subsection (5) and that is subject to the requirements of this section. The 22 definition includes, but is not limited to, televisions and 23 24 computer monitors that contain either a cathode ray tube or mercury-containing lamp, central processing units, laptop 25 26 computers, and computer peripherals such as keyboards, 27 printers, and scanners.

"Electronic product" means any product, especially

a communication or information-processing device, powered

wire, or cable; battery; or solar cell. In addition to

principally by electricity delivered by an electrical cord,

televisions and computer systems, the definition includes, but is not limited to, radios, electronic disc/tape recorders and players, copiers, facsimile machines, portable telephones, answering machines, electronic game consoles, portable digital assistants, and other products designed for transmitting sound, images, or other information by telecommunication.

- (g) "Marketer" means a person who manufactures, imports, sells, distributes, assembles, or affixes a brand name or private label or licenses the use of a brand name on a covered electronic product. The definition does not include a person who is engaged in only the retail sale of a covered electronic product.
- (h) "Proceeds" means those funds collected by
  imposition of the advance recycling fee and received by the
  Department of Revenue, including interest and penalties on
  delinquent fees.
- (i) "Product management system" means a system or program for the collection, reuse, recycling, or proper disposal of covered electronic products put in place by a marketer in accordance with this section.
- (j) "Purchaser" includes private households and commercial, industrial, institutional, and other sources of covered electronic products that would typically enter municipal waste streams.
- (k) "Retail sales" includes sales of products via the
  Internet, mail order, or other means, whether or not the
  seller has a physical presence in this state.
- (1) "Reuse" means the use of covered electronic products for resale, donation, or harvesting of spare parts.

- (m) "Television" means an electronic device that
  receives electromagnetic waves and displays the reconverted
  images on a screen.
- (2) PROHIBITION ON INCINERATION OR DISPOSAL OF ELECTRONIC PRODUCTS.--
- (a) Beginning January 1, 2004, for each county with a population of 100,000 or more, and beginning January 1, 2006, for each county with a population of fewer than 100,000, covered electronic products may not be disposed of in a lined or unlined landfill or incinerated in any municipal waste combustor or other incinerator.
- (b) This section is intended to create additional and cumulative limitations on the disposal of covered electronic products and may not be construed as authorizing the disposal of materials that are otherwise restricted by federal or state law, rule, regulation, or permit condition.
  - (3) FUNDING.--
- (a) State grants to counties.--The sum of \$400,000 is appropriated from the Solid Waste Management Trust Fund annually through fiscal year 2007-2008 to the Department of Environmental Protection, subject to availability of funds, for electronics recycling grants to counties or to businesses based in this state to establish countywide comprehensive electronics recycling programs as established in s. 403.71851.
  - (b) Advance recycling fees.--
- 1. For the privilege of engaging in business, a fee for each television or computer monitor containing a cathode ray tube and for any other covered electronic product subsequently identified under subsection (5) sold at retail is imposed on any person engaging in the business of making retail sales of electronic products within this state.

Beginning January 1, 2004, the fee shall be imposed at the rate of \$10 for each product. The seller must provide notice to a purchaser that the advance recycling fee has been imposed on this product by identifying the fee on the cash receipt or by a display, sign, or notice in a prominent area of the store that the fee is being imposed.

- 2. The fee imposed by this section shall be remitted to the Department of Revenue monthly. The payment shall be accompanied by such form as the Department of Revenue prescribes. The proceeds of the electronic product advance recycling fee, less administrative costs, shall be transferred by the Department of Revenue into the Solid Waste Management Trust Fund and shall be accounted for separately in an electronics recycling account. The amount deducted for the costs of administration may not exceed 3 percent of the total revenues collected under this paragraph and shall be only those costs reasonably attributable to the fee.
- 3. In the last month of each fiscal year, the electronics recycling account shall be apportioned among all counties that have an electronics recycling program approved by the Department of Environmental Protection on the basis of population, and the Department of Revenue shall transfer such moneys to each eligible county. In order to be approved, a program must, at a minimum, provide an opportunity for recycling electronic products and provide public education about electronic-product-recycling services.
- (c) Solid waste disposal fee surcharge.--Each county shall impose a surcharge on its solid waste disposal fees to help fund its electronic product recycling program. Beginning January 1, 2004, the surcharge shall be imposed at the rate of per ton of solid waste collected for disposal in a

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landfill or municipal waste combustor service as is currently reported annually to the Department of Environmental 2 3 Protection. Such surcharge shall apply to Class I or Class II municipal solid waste whether or not it is disposed of in a 4 facility within the county. Such surcharge shall be collected from the solid waste service ratepayers rather than at the solid waste disposal facility. Each county shall retain its surcharges in an account earmarked for and spent on its electronics recycling program.

- (4) MARKETER PRODUCT MANAGEMENT SYSTEM.--
- (a) Effective January 1, 2006, each marketer that sells and distributes covered electronic products in this state must:
- 1. Implement a product management system, other than a local government collection system, unless the local government agrees otherwise, through which covered electronic products may be returned to designated collection sites and submit a description of this system to the Department of Environmental Protection. The product management system may not impose any additional costs or fees on the final purchaser. The product management system must be accessible for consumers and for local governments that collect covered electronic products from household users. Marketers shall accept covered electronic products returned to them of the same general type, including differing brands, not to exceed the same annual rate as covered electronic products manufactured by them are sold in this state. Marketers shall provide for and have the sole responsibility for the recycling, reuse, or proper disposal of covered electronic products returned to them.

- 2. Clearly inform each purchaser of the system for return available to the purchaser for proper product collection, transportation, reuse, recycling, or disposal. A telephone number and electronic website address must be provided to each final purchaser of a covered electronic product so that the final purchaser can conveniently get information on returning the products for reuse, recycling, or proper disposal. The telephone number and electronic website address shall be affixed to either the exterior of the product or, for smaller products, its package and also provided in the instruction manual for the product in substantially the following form: "For information on how to recycle this product, call (telephone number) or visit (website address)."
- (b) Marketers may satisfy the requirements of this section individually or as part of a representative organization of marketers. Representative organizations of marketers shall supply to the department a list of those organization members for whom the association is satisfying the requirements of this subsection.
- (c) On January 1, 2007, and each January 1 thereafter, each marketer shall provide to the department an annual report on its product management system. The report shall include, at a minimum, an estimate of the number of covered electronic products that were sold in the state in the previous year; an estimate of the number and weight of covered electronic products collected in the state in the previous year; the capture rate for covered electronic products based on state sales; an estimate of the percentage by weight of collected materials that are reused and recycled from recovered covered electronic products; the end markets for major constituents of

the recovered covered electronic products; and other information the department requires.

- (d) By January 1, 2005, each marketer shall submit to the department for its approval a plan describing how the marketer will satisfy the requirements of paragraphs (a) and (b). The department shall review submitted plans, request additional information as necessary, and approve or disapprove the plans within 6 months after submittal.
- (e) Marketers of covered electronic products who do not comply with the requirements of this subsection may not sell, distribute, or offer for sale in this state covered electronic products.
- (f) A marketer that violates any provision of this subsection is subject to a minimum fine of \$100 per violation for each covered electronic product that is sold, distributed, or offered for sale in this state.
  - (5) COVERED ELECTRONIC PRODUCTS REVIEW COUNCIL. --
- (a) There is created the Covered Electronic Products
  Review Council, to be administratively housed in the
  Department of Environmental Protection. The purpose of the
  council is to serve as the mechanism for coordination among
  the Legislature, state and local governments, and the private
  sector to coordinate policy and overall strategic planning for
  review of progress to date of the statewide program for the
  environmentally preferable management of covered electronic
  products and to make recommendations to the Governor and
  Legislature for changes to this program. The council may not
  duplicate or replace agency programs but may enhance,
  coordinate, and recommend priorities for those programs as it
  makes recommendations to the Governor and Legislature.

- (b) The council shall consist of 12 members, four each to be appointed by the Governor, the President of the Senate, and the Speaker of the House of Representatives, each of whom is or has been actively engaged in the recycling industry, manufacturing electronic products, economic development, solid waste management, or a related business, trade association, or governmental area.
- (c) Members of the council shall be appointed within 6 months after this section takes effect.
- (d) A chairperson shall be selected from among the council members.
- (e) The council shall meet at the call of its chairperson or at the request of a majority of the membership, but at a minimum shall meet 6 months prior to the next regularly scheduled legislative session. A majority of the members shall constitute a quorum, and the affirmative vote of a majority of a quorum is necessary to make recommendations to the Governor and Legislature.
- (f) Members of the council shall serve without compensation but are entitled to reimbursement for per diem and travel expenses as provided in s. 112.061.
- (g) The council may appoint ad hoc committees, which may include persons who are not members of the council, to study end-of-life electronic product management and issues and advise the council on these subjects. Ad hoc committee members are entitled to reimbursement for per diem and travel expenses as provided in s. 112.061.
- (h) The Department of Environmental Protection shall coordinate with the agencies listed in paragraph (i) to provide support as necessary to enable the council to adequately carry out its functions.

(i) The heads of Department of Environmental
Protection, the Department of Management Services, the
Department of Revenue, and the State Technology Office and the
Governor shall each designate a staff member from within their
agency to serve as a liaison for that agency to the council.
This person must have knowledge of recycling and the issues
and problems related to recycling and market development, tax
collection, or state purchasing or leasing arrangements. These
liaisons shall be available for council meetings and shall
work closely with the council and any ad hoc committee
appointed by the council in preparing background material for
recommendations that may be put forward by the council.

(j) Within 6 months after the effective date of this

- (j) Within 6 months after the effective date of this section, and whenever it is necessary to change the designee, the head of each agency shall notify the Secretary of the Department of Environmental Protection in writing of the person designated as the council liaison for such agency.
- (k) In order to support the functions of the council, the Department of Environmental Protection may hire staff or contract with other agencies for staff support and enter into contracts for support, research, planning, evaluation, and communication and promotion services.
- (1) Beginning with the 2006 Regular Session of the Legislature, the council shall submit to the Governor, the President of the Senate, and the Speaker of the House of Representatives a detailed report on the management of end-of-life electronic products in this state under existing law and recommendation for statutory changes.
- (m) In developing the report and recommended statutory changes, the council shall consider, as appropriate:

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1	1. The appropriateness and level of the advance
2	recycling fee.
3	2. The covered electronic products that the advance
4	recycling fee is placed upon.
5	3. The need to continue or adjust the grants offered
6	by the state.
7	4. The need to continue and the level of the solid
8	waste surcharge imposed on solid waste disposal by local
9	governments.
10	5. The requirements placed upon marketers and
11	manufacturers to submit product management plans and the
12	details to be provided within those plans.
13	6. The effect that Internet, catalogue, and phone
14	sales have on the revenue collected by the advance recycling
15	fee collected at retail point of sale.
16	7. The rate of recovery or recycling of covered
17	electronic products and the need and methods to increase the
18	rate of recovery or recycling.
19	8. The need to modify any dates set out in the current
20	statutes.
21	9. Reviewing state procurement guidelines and
22	procedures for electronic equipment, especially computers,
23	focusing on leasing agreements as opposed to outright purchase
24	of such equipment.
25	10. The markets for materials derived from recovering
26	or recycling covered electronic products and the need for any
27	incentives to strengthen or develop these markets.
28	11. The current infrastructure of private end-of-life

electronic products recovery or recycling businesses in the

state and the need to offer incentives to increase this

1	12. The number of collection and consolidation centers
2	in each county and the effectiveness and convenience of these
3	collection and consolidation centers in managing the amount of
4	covered electronic products available to enter the recovery
5	and recycling streams.
6	13. A review of federal legislation covering
7	electronics product recycling or product management programs
8	and a recommendation to repeal the state program or merge the
9	state program into the federal program.
10	(6) RULESThe department may adopt rules to
11	administer this section, including:
12	(a) The recognition of de minimis quantities of
13	electronic products in connection with the disposal
14	<pre>prohibition in subsection (2);</pre>
15	(b) Criteria by which county electronics recycling
16	programs in paragraph (3)(b) will be evaluated and approved;
17	<u>and</u>
18	(c) Criteria by which product management programs in
19	subsection (4) shall be evaluated and approved.
20	Section 2. This act shall take effect July 1, 2003.
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23	SENATE SUMMARY
24	Provides for counties to establish programs for properly
25	recycling or otherwise disposing of televisions, computer monitors, and other electronic equipment and components
26	of such equipment. Requires marketers of such equipment to be responsible for accepting and handling such
27	equipment when it is returned for disposal by its purchasers. Imposes an advance recycling fee to be
28	collected by marketers and a waste disposal surcharge to be collected by counties to fund recycling and disposal
29	programs. Provides for review and approval of such programs. (See bill for details.)
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