

Amendment No. 427

Senate Amendment to Senate Bill No. 397

(BDR 52-1143)

Proposed by: Senate Committee on Commerce and Labor**Amends:** Summary: Yes Title: Yes Preamble: No Joint Sponsorship: No Digest: Yes

Adoption of this amendment will:

- (1) MAINTAIN the 2/3s majority vote requirement for final passage of S.B. 397 (§ 4).
(2) MAINTAIN the unfunded mandate not requested by the affected local government to S.B. 397 (§§ 6, 7).

ASSEMBLY ACTION		Initial and Date	SENATE ACTION		Initial and Date
Adopted	<input type="checkbox"/>	Lost <input type="checkbox"/> _____	Adopted	<input type="checkbox"/>	Lost <input type="checkbox"/> _____
Concurred In	<input type="checkbox"/>	Not <input type="checkbox"/> _____	Concurred In	<input type="checkbox"/>	Not <input type="checkbox"/> _____
Receded	<input type="checkbox"/>	Not <input type="checkbox"/> _____	Receded	<input type="checkbox"/>	Not <input type="checkbox"/> _____

EXPLANATION: Matter in (1) ***blue bold italics*** is new language in the original bill; (2) ***green bold italic underlining*** is new language proposed in this amendment; (3) ***red strikethrough*** is deleted language in the original bill; (4) ***purple double strikethrough*** is language proposed to be deleted in this amendment; (5) ***orange double underlining*** is deleted language in the original bill that is proposed to be retained in this amendment; and (6) ***green bold dashed underlining*** is newly added transitory language.

CAF/JRS



Date: 4/17/2009

S.B. No. 397—Establishes provisions relating to the use of certain plastic bags.
(BDR 52-1143)

SENATE BILL NO. 397—COMMITTEE ON COMMERCE AND LABOR

MARCH 23, 2009

Referred to Committee on Commerce and Labor

SUMMARY—Establishes provisions relating to the use of certain plastic bags.
(BDR ~~524~~ 40-1143)

FISCAL NOTE: Effect on Local Government: May have Fiscal Impact.
Effect on the State: Yes.

CONTAINS UNFUNDED MANDATE (§§ 6, 7)
(NOT REQUESTED BY AFFECTED LOCAL GOVERNMENT)

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EXPLANATION – Matter in ***bolded italics*** is new; matter between brackets ~~material~~ is material to be omitted.

AN ACT relating to trade regulations; ~~establishing a fund for environmental cleanup~~ imposing a fee, for a certain period, on the use of certain plastic bags; banning the use of certain plastic bags; authorizing certain inspections by local health authorities; providing penalties; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 ~~Section 3 of this bill establishes the Plastic Bag Environmental Cleanup Fund for the
2 purpose of cleaning up the environment.~~

3 ~~Section 4 of this bill imposes a fee to be paid by a customer for the retailer's distribution
4 of certain nonbiodegradable and noncompostable plastic bags to the customer between
5 October 1, 2009, and June 30, ~~2011~~, 2013.~~

6 ~~Section 5 of this bill imposes a ban, beginning July 1, ~~2011~~, 2013, on the distribution by
7 a retailer of certain nonbiodegradable and noncompostable plastic bags to a customer and
8 imposes administrative fines for violations of the ban.~~

9 ~~Section 6 of this bill authorizes local health authorities to inspect retail establishments for
10 the purposes of enforcing the ban.~~

11 ~~Section 7 of this bill authorizes a local health authority to issue a citation for violations of
12 the ban. Section 7 also sets forth the required contents of and means of appealing a citation.~~

13 ~~Section 8 of this bill authorizes the Division of Environmental Protection of the State
14 Department of Conservation and Natural Resources to collect payments which are in default
15 in any manner provided by law for the enforcement of a judgment.~~

16 ~~Section 10 of this bill authorizes the Division to award grants for projects for the
17 cleanup of solid waste.~~

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 **Section 1.** Chapter ~~507~~ 44A of NRS is hereby amended by adding thereto
2 the provisions set forth as sections 2 to 9, inclusive, of this act.

3 **Sec. 2.** *As used in sections 2 to 9, inclusive, of this act, unless the context
otherwise requires:*

4 ~~1. "Administrator" means the Administrator of the Division.~~

5 ~~2. "Checkout" means point of sale.~~

6 ~~3. "Division" means the Division of Environmental Protection of the
State Department of Conservation and Natural Resources.~~

7 ~~4. "Fund" means the Plastic Bag Environmental Cleanup Fund created
pursuant to section 3 of this act.~~

8 ~~5. "Health authority" means the officers and agents of the local boards
of health.~~

9 ~~6. "Plastic bag" means a bag composed of plastic, latex or
polypropylene. The term does not include bags that are:~~

10 ~~(a) Used to cover clothes which have been dry cleaned; or~~

11 ~~(b) Composed of biodegradable or compostable plastic.~~

12 ~~7. plastic which meets the current specifications of the American Society for
Testing and Materials for biodegradability or compostability.~~

13 ~~8. "Retail establishment" means any place, structure, premises, vehicle or
vessel, or any part thereof, in which a retailer makes sales as described in
subsection 8.~~

14 ~~9. "Retailer" includes:~~

15 ~~(a) Every seller who makes any retail sale or sales of tangible personal
property, and every person engaged in the business of making retail sales at
auction of tangible personal property owned by the person or others.~~

16 ~~(b) Every person engaged in the business of making sales for storage, use or
other consumption or in the business of making sales at auction of tangible
personal property owned by the person or others for storage, use or other
consumption.~~

17 ~~(c) Every person making more than two retail sales of tangible personal
property during any 12-month period, including sales made in the capacity of
assignee for the benefit of creditors, or receiver or trustee in bankruptcy.~~

18 ~~Sec. 3. 1. The Plastic Bag Environmental Cleanup Fund is hereby
created in the State Treasury.~~

19 ~~2. The Division shall administer the Fund for the purpose of cleaning the
environment of this State.~~

20 ~~3. Interest and income earned on the money in the Fund must be credited to
the Fund.~~

21 ~~4. Money remaining in the Fund at the end of a fiscal year does not revert
to the State General Fund, and the balance in the Fund must be carried forward.~~

22 ~~5. The Administrator shall adopt regulations establishing:~~

23 ~~(a) Provisions the Administrator deems necessary for the administration and
enforcement of sections 2 to 9, inclusive, of this act; and~~

24 ~~(b) The uses and methods of expenditure of money in the Fund.~~ ~~(Deleted by
amendment.)~~

25 ~~Sec. 4. 1. A retailer who provides to a customer a plastic bag at checkout
for the purpose of storing, carrying or transporting purchased goods shall collect
from the customer a fee of 10 cents per plastic bag.~~

1 2. The retailer shall account separately for all money owed to and held in trust for the ~~Division~~ State pursuant to subsection 1. In accordance with the regulations adopted pursuant to this section, ~~and subsection 5 of section 3 of this act,~~ the retailer shall transmit 90 percent of the money held in trust pursuant to this subsection to the ~~Division~~ Department of Taxation for deposit ~~in and~~ with the State Treasurer for credit to the Solid Waste Management Account in the State General Fund. The remaining 10 percent and all interest and income which accrue on the money while in trust with the retailer become the property of the retailer on the day the balance for the month is transmitted to the Department of Taxation and may be retained by the retailer to cover his related administrative costs.

2 3. The ~~Administrator~~ Director of the Department of Taxation shall adopt regulations establishing acceptable methods for accounting for and transmitting to the ~~Division~~ Department money required to be paid by retailers pursuant to this section. The regulations must include a designation of the persons responsible for payment. The regulations must, in appropriate situations, allow for the transmission of that money together with the payment of the applicable sales and use taxes.

4. In collecting the fee, the Department of Taxation may employ any administrative and legal powers conferred upon it for the collection of the sales and use taxes by chapters 360 and 372 of NRS.

Sec. 5. 1. A retailer shall not provide a plastic bag to a customer at checkout for the purpose of storing, carrying or transporting purchased goods.

2. A retailer who violates the provisions of subsection 1 shall be punished:

3. (a) For the first violation, by an administrative fine of \$250.

4. (b) For the second violation within 120 days after the first violation, by an administrative fine of \$500.

5. (c) For the third or subsequent violation within 120 days after the first violation, by an administrative fine of \$1,000.

6. Each day on which a violation occurs constitutes a separate violation.

7. All fines imposed pursuant to this section must be paid to the Division to be held in trust for the State. In accordance with the regulations adopted pursuant to subsection 5, the Division shall transmit the money held in trust pursuant to this subsection to the State Treasurer for deposit in and credit to the State General Fund.

8. The Division, in consultation with the State Treasurer, shall adopt regulations establishing acceptable methods for accounting for and transmitting to the State Treasurer money required to be paid by the Division pursuant to this section.

Sec. 6. 1. At least once every year, the applicable health authority shall inspect each retail establishment located in the State.

2. The health authority, after he has properly identified himself, must be permitted to enter, at any reasonable time, any retail establishment within the State for the purpose of making any inspection to determine compliance with the provisions of sections 2 to 9, inclusive, of this act. He must be permitted to examine the records of the retail establishment to obtain pertinent information pertaining to bags purchased, received or provided to customers of the retailer.

3. The health authority shall make as many additional inspections and reinspections as are necessary for the enforcement of sections 2 to 9, inclusive, of this act.

4. A person shall not interfere with the health authority in the performance of his duties pursuant to sections 2 to 9, inclusive, of this act.

1 **Sec. 7. 1. If a health authority makes an inspection of a retail
2 establishment and discovers that the provisions of sections 2 to 9, inclusive, of
3 this act have been violated, he shall notify the retailer of the violation by means of
4 a citation. The citation must:**

- 5 (a) Set forth the specific violation found; and
6 (b) State that an opportunity for appeal from the citation will be provided if a
7 written request for a hearing is filed with the health authority within the period
8 established in the citation.

9 **2. A citation provided for in subsection 1 shall be deemed to have been
10 properly served when the original of the citation has been delivered personally to
11 the retailer or person in charge of the retail establishment, or the citation has
12 been sent by registered or certified mail, return receipt requested, to the last
13 known address of the retailer. A copy of the citation must be filed with the records
14 of the health authority.**

15 **Sec. 8. The Division may collect all payments due the Division pursuant to
16 sections 2 to 9, inclusive, of this act which are in default, in any manner provided
17 by law for the enforcement of a judgment.**

18 **Sec. 9. Nothing in sections 2 to 9, inclusive, of this act shall be construed
19 as prohibiting a retailer from providing bags made of nonplastic materials to a
20 customer at checkout.**

21 **Sec. 10. NRS 444A.110 is hereby amended to read as follows:**

22 444A.110 1. The Division shall develop a program of public education to
23 provide information, increase public awareness of the individual responsibility of
24 properly disposing of solid waste and encouraging public participation in recycling,
25 reuse and waste reduction. The program must be designed in accordance with the
26 plans to provide for a solid waste management system approved pursuant to NRS
27 444.510 to communicate the importance of conserving natural resources, in
28 addition to the importance of protecting public health and the environment. The
29 program must include promotion of the private and public efforts to accomplish
30 conservation, recovery and reuse.

31 2. The Division shall encourage the reduction of waste and litter by:

- 32 (a) Providing, upon request, advice to persons regarding techniques to reduce
33 waste and general information on recycling.
34 (b) Establishing a computer database to process related information.
35 (c) Establishing a toll-free telephone line to assist in the dissemination of
36 information.
37 (d) Sponsoring or cosponsoring technical workshops and seminars on waste
38 reduction.
39 (e) Assisting local programs for the research and development of plans to
40 reduce waste.

41 (f) Coordinating the dissemination of publications on waste reduction,
42 regardless of the source of those publications.

43 (g) Assisting in the development and promotion of programs of continuing
44 education for educators and administrators to enable them to teach and encourage
45 methods of waste reduction.

46 (h) Developing an emblem to signify and advertise the efforts in Nevada to
47 encourage recycling.

48 (i) Recommending to educational institutions courses and curricula relating to
49 recycling and the reduction of waste.

50 (j) Assisting state agencies, upon request, to develop and carry out programs
51 for recycling within state buildings.

52 (k) Encouraging the Nevada System of Higher Education to research and
53 develop methods for the reduction, reclamation and conversion of solid waste,

1 including, without limitation, encouraging the Nevada System of Higher Education
2 to seek money from public and private sources for that purpose.

3 3. The Division shall coordinate the technical assistance available from the
4 various state agencies. The Administrator of the Division shall prepare and deliver
5 biennial reports to the Governor regarding the progress of the program.

6 4. The Division may award grants to municipalities, educational institutions
7 and nonprofit organizations for projects that enhance solid waste management
8 systems, including, without limitation, projects for the cleanup of solid waste,
9 and promote the efficient use of resources. The Division shall consult a solid waste
10 management authority before awarding a grant for a project within the jurisdiction
11 of that solid waste management authority.

12 5. The State Environmental Commission shall adopt regulations governing
13 the administration of grants awarded pursuant to subsection 4.

14 6. As used in this section, unless the context otherwise requires, "Division"
15 means the Division of Environmental Protection of the State Department of
16 Conservation and Natural Resources.

17 ~~See 10.~~ **Sec. 11.** 1. This section and sections 1 to 4, inclusive, and 6 to
18 ~~to 10.~~ inclusive, of this act become effective on October 1, 2009.

19 2. Section 4 of this act expires by limitation on June 30, ~~2011~~ 2013.

20 3. Section 5 of this act becomes effective on July 1, ~~2011~~ 2013.