## HOUSE BILL No. 5907

June 4, 1998, Introduced by Rep. Profit and referred to the Committee on Regulatory Affairs.

A bill to provide standards for reverse vending machines; to require certain design standards of beverage containers; to regulate the deposits on and the return of deposits on beverage containers; to provide for penalties for violations of this act; and to prescribe certain powers and duties of certain state agencies and officials.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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Sec. 1. As used in this act:

2 (a) "Beverage container" means an airtight metal, glass,
3 paper, or plastic container that contains 1 gallon or less of a
4 beverage at the time of sale.

5 (b) "Dealer" means a person engaged in the business of sell6 ing a beverage in a beverage container. Dealer includes a
7 vending machine operator or owner.

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(c) "Distributor" means a person in the business of selling
 a beverage in a beverage container to a dealer. Distributor
 includes a manufacturer or a dealer that sells to a dealer.

4 (d) "Manufacturer" means a person who fills beverage con-5 tainers for sale to distributors, dealers, or consumers.

6 (e) "Nonreturnable container" means a container of a bever7 age on which a 10-cent deposit has not been paid at the time of
8 purchase and is not included in the provisions of the Initiated
9 Law of 1976, MCL 445.571 to 445.576.

10 (f) "Person" means an individual, partnership, corporation, 11 association, governmental entity, or other legal entity, and 12 includes a dealer, distributor, or manufacturer.

13 (g) "Returnable container" means that term as defined in14 section 1 of the Initiated Law of 1976, MCL 445.571.

(h) "Reverse vending machine" means a device designed to
properly identify an empty returnable container and provide a
means to obtain a refund.

18 (i) "Uniform code council" means the uniform code council,19 inc.

(j) "Universal product code" means a 12-digit numeric code that identifies a consumer product, for retail and nonretail applications, assigned by the uniform code council and the product's manufacturer.

Sec. 2. A person shall not return an empty beverage container for a refund unless the beverage container is a returnable
container.

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Sec. 3. A manufacturer shall not sell or offer for sale a
 returnable container or beverage in a returnable container unless
 the universal product code is affixed and identifies that con tainer as a returnable container sold in this state.

5 Sec. 4. A dealer, distributor, or manufacturer shall not
6 use a reverse vending machine unless the reverse vending machine
7 is designed to do all of the following:

8 (a) From the universal product code, determine whether a
9 beverage container is a returnable container sold in this state.
10 (b) Capture and destroy a nonreturnable container placed in
11 it for a refund.

12 (c) Provide an accurate printed report containing all of the13 following:

14 (i) The number of returnable containers placed in the15 reverse vending machine over a predetermined time period.

16 (*ii*) The brand name of each beverage container placed in the 17 reverse vending machine.

18 (*iii*) The kind, type, and size of beverage container placed19 in the reverse vending machine.

20 (*iv*) The number of nonreturnable containers captured and21 destroyed.

Sec. 5. The report provided by a dealer's reverse vending
machine pursuant to section 4 shall be made available to a manufacturer or distributor who provides a refund to that dealer.
Sec. 6. A reverse vending machine and a report that it provides are subject to an inspection and audit by the Michigan

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1 department of treasury in enforcing the provisions of the

2 Initiated Law of 1976, MCL 445.571 to 445.576.

3 Sec. 7. (1) A person who violates this act is guilty of a
4 misdemeanor punishable by imprisonment for not more than 6 months
5 or a fine of not more than \$10,000.00, or both.

6 (2) In addition to a penalty imposed under subsection (1), a
7 person who violates this act shall be ordered by the court to pay
8 restitution for any loss caused by the violation.

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