| 1 | L.D. 349 | | | |
|----------------------|---|--|--|--|
| 2 | Date: (Filing No. S-) | | | |
| 3 | ENVIRONMENT AND NATURAL RESOURCES | | | |
| 4 | Reproduced and distributed under the direction of the Secretary of the Senate. | | | |
| 5 | STATE OF MAINE | | | |
| 6 | SENATE | | | |
| 7 | 128TH LEGISLATURE | | | |
| 8 | FIRST REGULAR SESSION | | | |
| 9 10 | COMMITTEE AMENDMENT "" to S.P. 115, L.D. 349, Bill, "An Act To Establish a Mattress Stewardship Program" | | | |
| 11 | Amend the bill by striking out the title and substituting the following: | | | |
| 12 | 'An Act To Facilitate the Recycling of Discarded Mattresses' | | | |
| 13 14 | Amend the bill by striking out everything after the enacting clause and before the summary and inserting the following: | | | |
| 15 | 'Sec. 1. 38 MRSA §1611 is enacted to read: | | | |
| 16 | <u>§1611. Mattress recycling</u> | | | |
| 17 18 | <u>1. Definitions.</u> As used in this section, unless the context otherwise indicates, the following terms have the following meanings. | | | |
| 19 20 | A. "Discarded mattress" means a mattress that a person discards, abandons or sends for recycling. | | | |
| 21 22 23 24 | B. "Foundation" means any ticking-covered structure used to support a mattress and composed of one or more of the following: a constructed frame, foam or a box spring. "Foundation" does not include a bed frame or base made of wood, metal or other material that rests upon the floor and serves as a brace for a mattress. | | | |
| 25 | C. "Fund" means the Mattress Recycling Grant Fund established in subsection 3. | | | |
| 26 27 28 29 | D. "Mattress" means any resilient material or combination of materials that is enclosed by ticking, used alone or in combination with other products, and intended or promoted for sleeping upon. "Mattress" includes any foundation, renovated foundation or renovated mattress. "Mattress" does not include: | | | |
| 30 31 32 | (1) An unattached mattress pad or an unattached mattress topper, including any item with resilient filling, with or without ticking, intended for use with or on top of a mattress; | | | |
| 33 | (2) A sleeping bag or pillow; | | | |

Page 1 - 128LR0445(02)-1

| 1 | (3) A car bed; |
|----------------------------|--|
| 2 3 | (4) Juvenile products, including a carriage, basket, dressing table, stroller, playpen, infant carrier, lounge pad, crib bumper or any pad for such products; |
| 4 5 | (5) A product that contains liquid-filled or gas-filled ticking, including a waterbed or air mattress that does not contain upholstery material; or |
| 6 7 | (6) Any upholstered furniture not otherwise containing a detachable mattress, including, but not limited to, a fold-out sofa bed or a futon. |
| 8 9 10 | E. "Mattress core" means the principal support system present in a mattress, including, but not limited to, springs, foam, an air bladder, a water bladder or resilient filling. |
| 11 12 | F. "Mattress recycling fee" or "fee" means the amount added to the purchase price of mattresses sold in the State in accordance with subsection 2. |
| 13 14 | <u>G.</u> "Program" means the Mattress Recycling Grant Program established in subsection <u>4.</u> |
| 15 16 | H. "Recycling" has the same meaning as in section 1771, subsection 7. "Recycling" does not include the renovation of a mattress. |
| 17 18 19 20 21 | I. "Renovate" or "renovation" means to alter a mattress for the purpose of resale including replacing the ticking or filling of a mattress, to add filling to a mattress or to replace mattress components with new or recycled materials. "Renovate" does not include stripping a mattress of its ticking or filling without adding new material or sanitizing or sterilizing a mattress without otherwise altering the mattress. |
| 22 23 24 | J. "Retailer" means a person that offers a mattress for sale in the State in a retail sale, as defined in Title 36, section 1752, subsection 11, including remote sales conducted through sales outlets, catalogs or the Internet or any other similar electronic means. |
| 25 26 27 | K. "Sell" or "sale" means any transfer of title for consideration, including remote sales conducted through sales outlets, catalogs or the Internet or any other similar electronic means. |
| 28 29 30 | L. "Ticking" means the outermost layer of fabric or material of a mattress. "Ticking" does not include any layer of fabric or material quilted together with, or otherwise attached to, the outermost layer of fabric or material of a mattress. |
| 31 32 | M. "Upholstery material" means all material, loose or attached, between the ticking and the mattress core. |
| 33 34 35 | 2. Mattress recycling fee. Except as provided in paragraph D, beginning January 1, 2018 and ending December 31, 2021, a retailer shall apply a mattress recycling fee of \$5, in accordance with this subsection, to each mattress sold at retail in the State. |
| 36 37 38 | A. A retailer that first sells a mattress in the State shall add the mattress recycling fee to the purchase price of the mattress. The fee must be clearly visible on invoices or functionally equivalent billing documents as a separate line item. |

Page 2 - 128LR0445(02)-1

| 1 2 3 | B. Notwithstanding Title 36, section 1811, or any other provision of law to the contrary, the mattress recycling fee imposed under this subsection is not subject to the sales tax. | | | | | |
|--|---|--|--|--|--|--|
| 4 5 6 7 8 9 | C. A retailer that adds the mattress recycling fee to the purchase price of a mattress shall remit to the department on a quarterly basis payment of all mattress recycling fees collected on mattresses sold in the State during the quarter, except that the retailer may retain \$1 of each mattress recycling fee collected to cover the administrative costs incurred by the retailer in collecting, remitting and otherwise administering the fee. | | | | | |
| 10 11 12 13 14 15 | D. A retailer that has established a program for the recycling of discarded mattresses, the cost of which is included in the purchase price of mattresses sold by the retailer, may apply to the commissioner for an exemption from the requirements of this subsection. The commissioner shall grant the exemption upon a finding that the program established by the retailer adequately provides for the recycling of discarded mattresses. | | | | | |
| 16 17 | E. Fee payments received by the department pursuant to this subsection must be deposited into the fund. | | | | | |
| 18 19 20 21 22 | 3. Mattress Recycling Grant Fund. The Mattress Recycling Grant Fund is established as a dedicated, nonlapsing fund to be administered by the department to support programs, projects, initiatives or activities designed to increase the recycling and diversion from disposal of discarded mattresses in the State in accordance with subsection 4. The fund receives all fees collected under subsection 2. | | | | | |
| 23 24 25 26 | 4. Mattress Recycling Grant Program. The Mattress Recycling Grant Program is established to provide grants to public and private entities to assist in the development, implementation or improvement of programs, projects, initiatives or activities designed to increase the recycling and diversion from disposal of discarded mattresses in the State. | | | | | |
| 27 28 29 30 31 32 33 | A. The department shall administer the program and may disburse revenue from the fund based on approved grant requests from public and private applicants. The department may provide grants for the documented costs of application proposals consistent with the criteria in paragraph B and the priorities in paragraph C. Costs incurred by the department in the development and administration of the program may be paid with revenue from the fund, except that such costs may not exceed 10% of the revenue deposited in the fund in a calendar year. | | | | | |
| 34 35 36 37 38 39 40 41 42 43 44 | B. The department may disburse grants under this subsection from the fund, to the extent that funds are available, on a quarterly basis, to any public or private entity demonstrating, in the department's determination, that a proposed program, project, initiative or activity is likely to increase the recycling and diversion from disposal of discarded mattresses within a particular community, municipality or region or the State. Programs, projects, initiatives or activities eligible for funding include, but are not limited to, municipal or regional mattress recycling programs, including the establishment of such programs or the purchase of infrastructure, equipment or other items necessary to implement such programs, including, but not limited to, storage containers or other structures for holding collected discarded mattresses; and | | | | | |
| | programs or business models designed to provide equipment for or otherwise | | | | | |

Page 3 - 128LR0445(02)-1

| 1 2 3 | establish or support the collection, transportation for recycling, processing or recycling of discarded mattresses in the State or the incineration or combustion of discarded mattresses in the State for the generation of heat, steam or electricity. | | | | | |
|--|--|--|--|--|--|--|
| 4 5 6 7 | C. The department shall give priority in the awarding of funds under this subsection to applicants based in the rural areas of the State and to those proposed programs, projects, initiatives or activities that will, in the department's determination, support | | | | | |
| 7 8 | the recycling and diversion from disposal of discarded mattresses primarily in the rural areas of the State and that otherwise meet the department's eligibility criteria. | | | | | |
| 9 10 | The awarding of funds under this subsection must be consistent with the solid waste | | | | | |
| 10 | management hierarchy established under section 2101 and must be prioritized to provide the most benefit to the State in terms of increasing the recycling and | | | | | |
| 12 | diversion from disposal of discarded mattresses in the State. | | | | | |
| 13 14 15 16 | D. The department may require, as a condition of grant approval, that an applicant demonstrate its ability to provide in-kind contributions relating to the grant applied for or to provide a certain level of matching funding to supplement the grant applied for. | | | | | |
| 17 18 19 | E. Revenue from the fund disbursed by the program is subject to audit as determined by the department, and the recipient of any such funding must agree to be subject to audit and to cooperate with the auditor as a condition of receiving funding. | | | | | |
| 20 21 22 23 24 25 26 27 28 29 30 | 5. Report. Beginning February 15, 2019 and annually thereafter, the department shall submit a report to the joint standing committee of the Legislature having jurisdiction over environmental and natural resources matters containing information on the revenues added to the fund in the prior calendar year; the revenues disbursed from the fund in the form of approved grants in the prior calendar year, including a brief description of each approved grant; updated data or information, if available, as to the effect of the program on the recycling and diversion from disposal of discarded mattresses in the State; and any recommendations for improvements or changes to the program, including, but not limited to, changes to the fee structure under subsection 2 to better support the purposes of the program. The report may be included in the report required pursuant to section 1772, subsection 1. | | | | | |
| 31 32 33 | 6. Rulemaking. The department may adopt rules to implement this section. Rules adopted pursuant to this subsection are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A. | | | | | |
| 34 | 7. Repeal. This section is repealed December 31, 2022. | | | | | |
| 35 36 | Sec. 2. Appropriations and allocations. The following appropriations and allocations are made. | | | | | |
| 37 | ENVIRONMENTAL PROTECTION, DEPARTMENT OF | | | | | |
| 38 | Mattress Recycling Grant Fund N242 | | | | | |
| 39 40 41 | Initiative: Provides allocations for one part-time Environmental Specialist III position to administer the Mattress Recycling Grant Program and for program grants to entities and businesses. | | | | | |

Page 4 - 128LR0445(02)-1

COMMITTEE AMENDMENT " " to S.P. 115, L.D. 349

| 1 | OTHER SPECIAL REVENUE FUNDS | 2017-18 | 2018-19 | | | |
|----|--|-----------------|-----------|--|--|--|
| 2 | POSITIONS - LEGISLATIVE COUNT | 0.500 | 0.500 | | | |
| 3 | Personal Services | \$22,114 | \$44,229 | | | |
| 4 | All Other | \$199,030 | \$398,058 | | | |
| 5 | | | | | | |
| 6 | OTHER SPECIAL REVENUE FUNDS TOTAL | \$221,144 | \$442,287 | | | |
| 7 | ' | | | | | |
| 0 | | | | | | |
| 8 | SUMMARY | | | | | |
| 9 | This amendment, which is the majority report of the committee, replaces the bill, | | | | | |
| 10 | changes the title and applies, starting January 1, 2018 and ending December 31, 2021, a | | | | | |
| 11 | recycling fee of \$5 on each mattress sold at retail in the State. This mattress recycling fee | | | | | |
| 12 | will be deposited in the Mattress Recycling Grant Fund to support the Mattress Recycling | | | | | |
| 13 | Grant Program, which are both established in the amendment. Revenue in the Mattress | | | | | |
| 14 | Recycling Grant Fund will be used by the Department of Environmental Protection to | | | | | |
| 15 | provide grants under the Mattress Recycling Grant Program to public and private entities | | | | | |
| 16 | demonstrating that a proposed program, project, initiative or activity is likely to increase | | | | | |
| 17 | the recycling and diversion from disposal of discarded mattresses within a particular | | | | | |
| 18 | community, municipality or region or the State. These provisions are repealed December | | | | | |
| 19 | 31, 2022. | | | | | |
| 20 | The amendment also adds an appropriations and allocations | ations section. | | | | |
| 21 | EISCAL NOTE DEOLUI | 2FD | | | | |

- 21 FISCAL NOTE REQUIRED
 - (See attached)

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Page 5 - 128LR0445(02)-1