

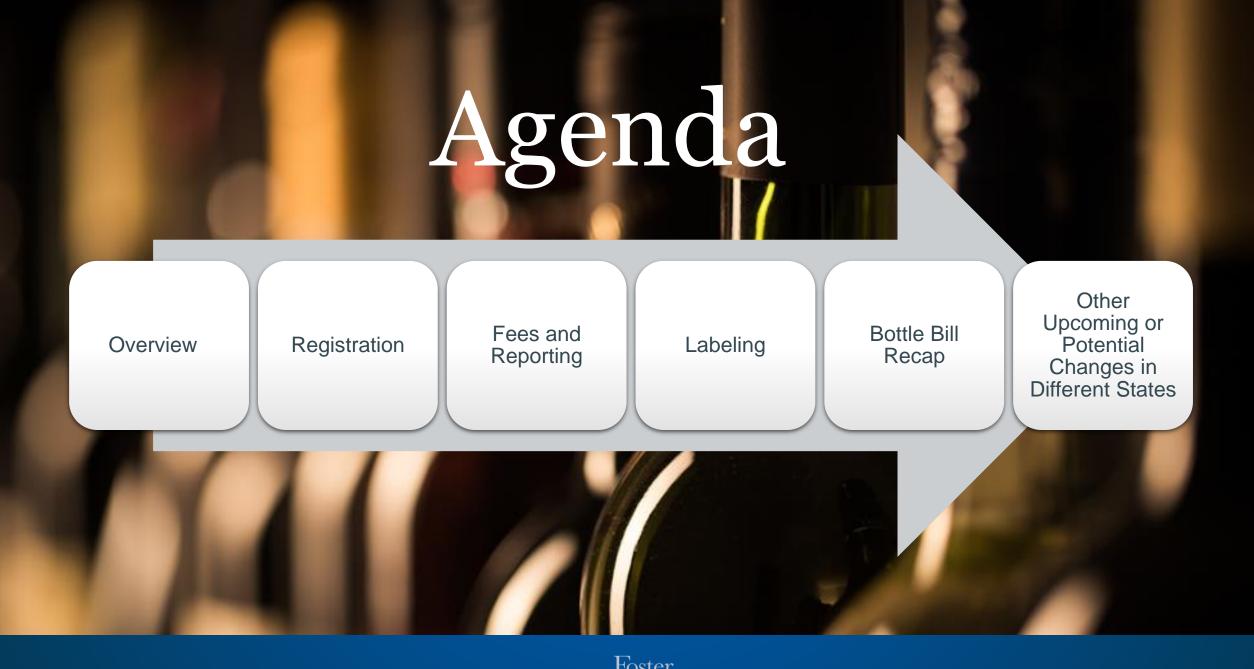
California Bottle Bill:

What Washington Wineries Need to Know

PRESENTED BY

Emily Harris Gant | Adena Santiago





February 1, 2024

#### What is the Bottle Bill?

 California Beverage Container Recycling and Litter Reduction Act (the "Bottle Bill")

Originally passed in 1986



## What are the Recent Changes to the Bottle Bill?

#### SB 1031 (2022)

- Adds wine and spirits to the Bottle Bill, effective January 1, 2024
- Includes aluminum, glass, plastic, Tetra Pak, pouch, bag-in-box, and similar containers
- Requires "beverage manufacturers" and "beverage distributors" to register with CalRecycle
- Sets CRV amount based on volume or container

#### SB 353 (2023)

- Exempts wine and spirits contained filled and labeled before January 1, 2024 from CRV labeling
- Changes the definition of "beverage manufacturer" for alcohol
- Exempts bottles served in California tasting room from CRV labeling



### Registration with the Department of Resources Recycling Recovery

Who is required to register?

## Beverage Manufacturers – a person or entity that:

- Holds a manufacturing license with CA ABC for beer, wine or spirits, or
- Imports beverages in California to distributors, dealers or consumers, or
- Holds a Certificate of Compliance for beer or malt beverages, or
- Holds a Wine Direct Shipper Permit with CA ABC

## Beverage Distributors – any person or entity:

- That engages in the sale of beverages in beverage containers to a dealer (retailer) in California, or
- Is a manufacturer or importer who engages in sales to dealers or consumers in California, or
- Is named on a direct shipper permit issued by CA ABC

Required to register as of January 1, 2024 – CA ABC can revoke direct shipper permit due to noncompliance



## How do you Register with CalRecycle?

- Complete the registration form online at: <a href="https://www2.calrecycle.ca.gov/BevContainerDetermin">https://www2.calrecycle.ca.gov/BevContainerDetermin</a>
- Download and complete the PDF form and submit via mail, email or fax as directed on the form found at this link:

https://calrecycle.ca.gov/BevContainer/BevDistman/

	State of California CalRecycle 751 (Revised 8/2023) Page 2					
	Provide the types of beverage products, their container types, and container sizes offered for sale or transfer, or proposed to be offered for sale or transfer in California: (Check all that apply)  Product Line:					
	Beer or Malt Beverages Distilled Spirits	Wine				
Departm	ent of Resources Recycling and Recovery (CalRecycle)	Drinks Other (Describe):  Refillable:				
State of California CalRecycle 751  BEVERAGE MANUFACTURER / DISTI Please complete and return both pages to Reg.l CalRecycle - Registration Unit, 1001   Street, MS 10C, Se	DECISTRATION FORM	(Empty beverage containers which are returned to your place of business to be refilled and resold)  All None Some				
Please complete  CalRecycle - Registration Unit, 1001   Street, ivis 100, e	Legal Name:	Under 24 ounces 24 ounces or over				
Doing Business As [DBA] Name:  Federal Tax ID (Employer Identification Number):	ABC Certificate of Compliance or Direct Shippers  Descript # (Out-of-state Beer Manufacturers & Wineries only)	taproom sealed crowlers) All None Some				
	Mailing Address (if different from physical address)	or your beverage suppliers, co-packers and/or bottlers  Phone Address				
<u>Physical Business Address</u> Street:	Street:  City, State Zip:  Other California Address (if applicable) (Examples: Company owned bottling facility or sales office)	Address				
City, State Zip:  California Warehouse Location(s) (If applicable)  (Attach additional sheets (Inecessory)  Check one: Rented Leased Owned	(describe) Street:	eck all that opply)  Common Carriers (Planes, trains, etc.) ibe:				
Street:	City, State Zip	Phone Address				
City, State Zip:  Primary Point of Contact	Secondary Point of Contact	1				
Primary Politics  ☐Mr. ☐Mrs. ☐Ms. ☐Other:	Name:	products in the space below:				
Name:	Title:					
Title:	Phone:					
Phone:  Email:  Ownership Structure:	ted Liability Company Other:  y Objective Spirit Manufacturer Winery None of these es in single use containers in California:  ared in California? Yes No					



## What is the Effect of Registration?

- Once you register a Recycling Specialist will contact you
- A reporting identification number will be assigned to your company
- Request access to the online reporting portal file:///C:/Users/Santa/Downloads/2023Sep12CalRecycle752.pdf
- Once you have a reporting number and access to the portal you can begin reporting
  - Manufacturer Monthly beverage manufacturer reports due by the 10th day of the second month following the month of sales – ex. January 2024 reports due by March 10, 2024
  - Distributor Monthly distributor reports must be received by the last day of the month following sales ex. sales incurred in July 2024 are due to be reported by August 31, 2024
  - File reports online in the portal https://doriis.calrecycle.ca.gov/webcenter/portal/DORIIS
  - Annual payments may be permitted once a pattern of compliance is established



## Processing Fees

- A manufacturer is required to pay a processing fee for each beverage container sold or transferred
- A distributor is required to pay a redemption payment for every container sold or offered for sale
- Applicable containers include metal, glass or plastic
  - Containers under 24 ounces \$.05
  - Container 24 ounces or more \$.10
  - Boxes, bladders or pouches \$.25
  - Administrative fee 1.5%

# Reporting & Payment Calendar

#### Beverage Manufacturer and Distributor 2024 REPORTING & PAYMENT CALENDAR

January 2024  BM November 2023 sales due January 10  DS December 2023 sales due January 31	February 2024 BM & DS 2023 Annual Reports due February 1  BM December 2023 sales due February 10  DS January 2024 sales due February 29	March 2024  BM January 2024 sales due March 10  DS February 2024 sales due March 31	April 2024  BM February 2024 sales due April 10  DS March 2024 sales due April 30
<u>May 2024</u>	<u>June 2024</u>	<u>July 2024</u>	<u>August 2024</u>
BM March 2024 sales due May 10	BM April 2024 sales due June 10	BM May 2024 sales due July 10	BM June 2024 sales due August 10
DS April 2024 sales due May 31			DS July 2024 sales due August 31
September 2024	October 2024	November 2024	December 2024
BM July 2024 sales	BM August 2024	BM September 2024	BM October 2024
due September 10	sales due October 10	sales due November 10	sales due December 10
	sales due October 10 DS September 2024 sales due October 31	sales due November 10 DS October 2024 sales due November 30	sales due December 10 DS November 2024 sales due December 31
due September 10  DS August 2024 sales	DS September 2024	DS October 2024	DS November 2024
due September 10  DS August 2024 sales due September 30  January 2025	DS September 2024 sales due October 31 <u>February 2025</u> BM & DS 2024 Annual	DS October 2024	DS November 2024

Note: If due date falls on a holiday or weekend, the due date will be moved to the next business day.

12//6/23



## Practice Tip

 If you are a California winery selling to retailers or consumers in California, you are a "<u>beverage</u> <u>manufacturer</u>" and a "<u>beverage distributor</u>."

If you hold a direct shipper permit from the CABC, you are a "<u>beverage manufacturer</u>" and a "<u>beverage distributor</u>."

• If you are a Washington winery selling to a California importer/distributor, you are not a "<u>beverage manufacturer</u>" as to the wine sold to the importer/distributor.



## What are the Labeling Requirements for Beverage Manufacturers (Wine)?



CRV must be "clearly, prominently, and indelibly" marked on the container in the minimum type size, with one of these CRV terms:

- CALIFORNIA REDEMPTION VALUE
- CA REDEMPTION VALUE
- CALIFORNIA CASH REFUND
- CA CASH REFUND
- CA CRV

CRV text cannot include monetary value (i.e. \$.05, \$.10, \$.25)

## Can I Use a QR Code?



- Yes; CalRecycle drafting rules
- Current guidance:
  - QR Code must be clearly, prominently, and indelibly marked and permanently affixed to the container
  - QR Code must be in a contrasting color to the label/container
  - QR Code image, before scanning, must be clear that it has info about the container's recyclability
  - QR Code must immediately take consumer to approved CRV message without needing to scroll





## What is the Timing?

#### Pre – 1.1.24

- Label can't have CRV message
- Wine bottled and labeled before 1.1.24 is exempt from CRV requirement

1.1.24 - 6.30.25

• CRV message is optional

7.1.25

CRV message is required





## An Overview of Labeling Requirements from CalRecycle

Example (A) Section 2200(b)(1): Metal containers shall be marked on the top end of the container in minimum

heiaht.

BOTTLES

in height.

**CONTAINERS** 

Option 1

height.

height. Option (3)

Option (2)

**ALUMINUM OR BIMETAL** 

Section 2200(b)(4):

**GLASS OR PLASTIC** 

Section 2200(b)(2)(A).

Section 2200(b)(2)(B):

Section 2200(b)(2)(C):

the message required.

**PLASTIC PORTION** 

**CONTROLLED CUPS** 

Section 2200 (b)(3):

bottom of the container.

## CRV Labeling Size and Location Requirements

Glass and Plastic	Message must be on the container body label or secondary label		
	Text height of 3/16" or		
	<ul> <li>Minimum text height of 1/8" and in a contrasting color to the background and nearby text</li> </ul>		
Aluminum Cans	Message must be on the top lid		
	Tops over two inches in diameter – message must be 3/16" in height		
	<ul> <li>Tops two inches or less in diameter – message must be 1/8" in height</li> </ul>		
Box, Bladder, Pouch	TBD		

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## **CRV** Labeling



Text height of 3/16"



Minimum text height of 1/8" with contrasting color



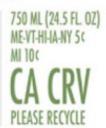
On lid of aluminum container

## **CRV** Labeling

#### Examples of approved labels

GOVERNMENT WARNING: (1) ACCORDING TO THE SURGEON GENERAL, WOMEN SHOULD NOT DRINK ALCOHOLIC BEVERAGES DURING PREGNANCY BECAUSE OF THE RISK OF BIRTH DEFECTS. (2) CONSUMPTION OF ALCOHOLIC BEVERAGES IMPAIRS YOUR ABILITY TO DRIVE A CAR OR OPERATE MACHINERY, AND MAY CAUSE HEALTH PROBLEMS.

INGREDIENTS: Carbonated Water, Wine, Cane Sugar, Natural Flavors, Malic Acid, Potassium Sorbate, Sulfiting Agents (to preserve freshness)



#### Clearly & prominently



## Acceptable Temporary Options



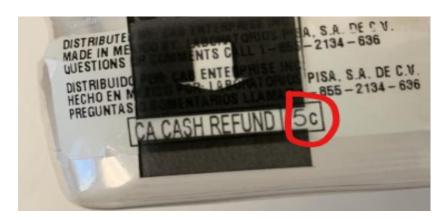
Stickers (not on cans)

Ink Jet
Stamp



- The CRV Message must be <u>clearly, prominently and</u> <u>indelibly</u> marked.
- CCR 2000(a)(27) "Indelibly" means that the redemption message is permanently affixed on the beverage container from the point of purchase until the point of redemption and cannot be smeared or removed during regular use.

## Not Acceptable CRV Messages



No monetary value



Entire message must be on a single line



No stickers on can lids



Must be prominent from surrounding text



Font size must be 1/8" not Text Box

## Do I Need Prior Approval?

Wineries not required to submit labels for approval

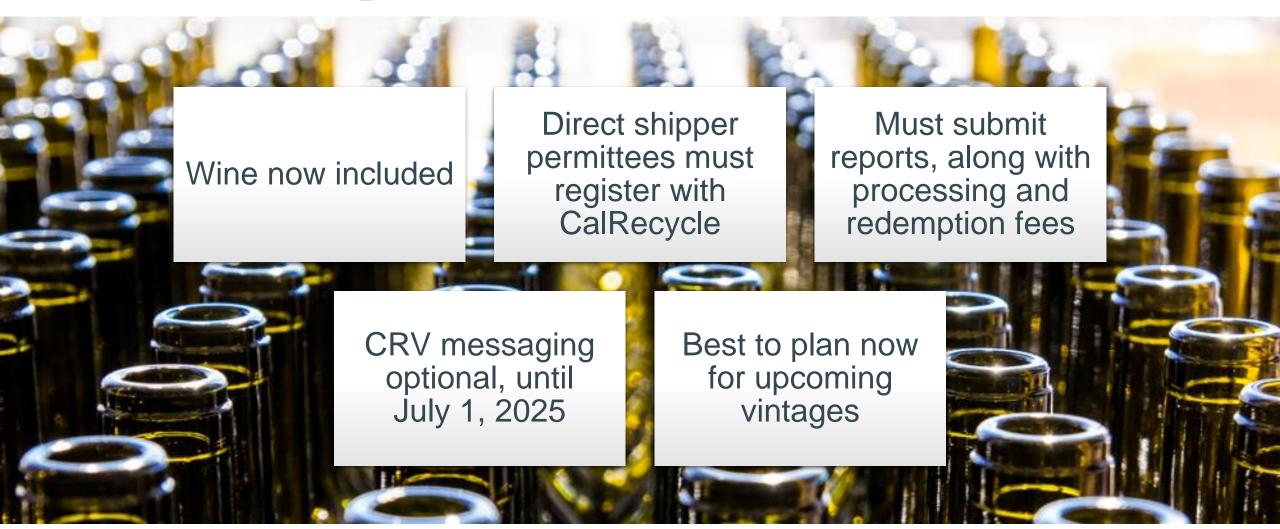
 CalRecycle encourages wineries to seek assistance or label review to ensure compliance

 Adding QR Code, UPC, refund value is an allowable revision to existing COLA

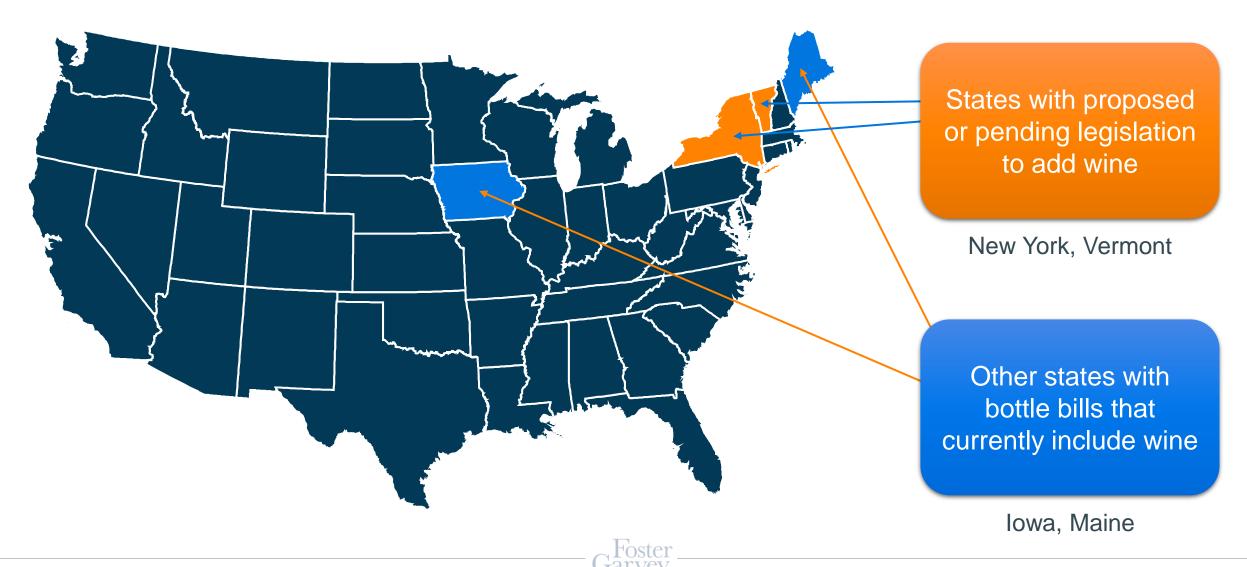


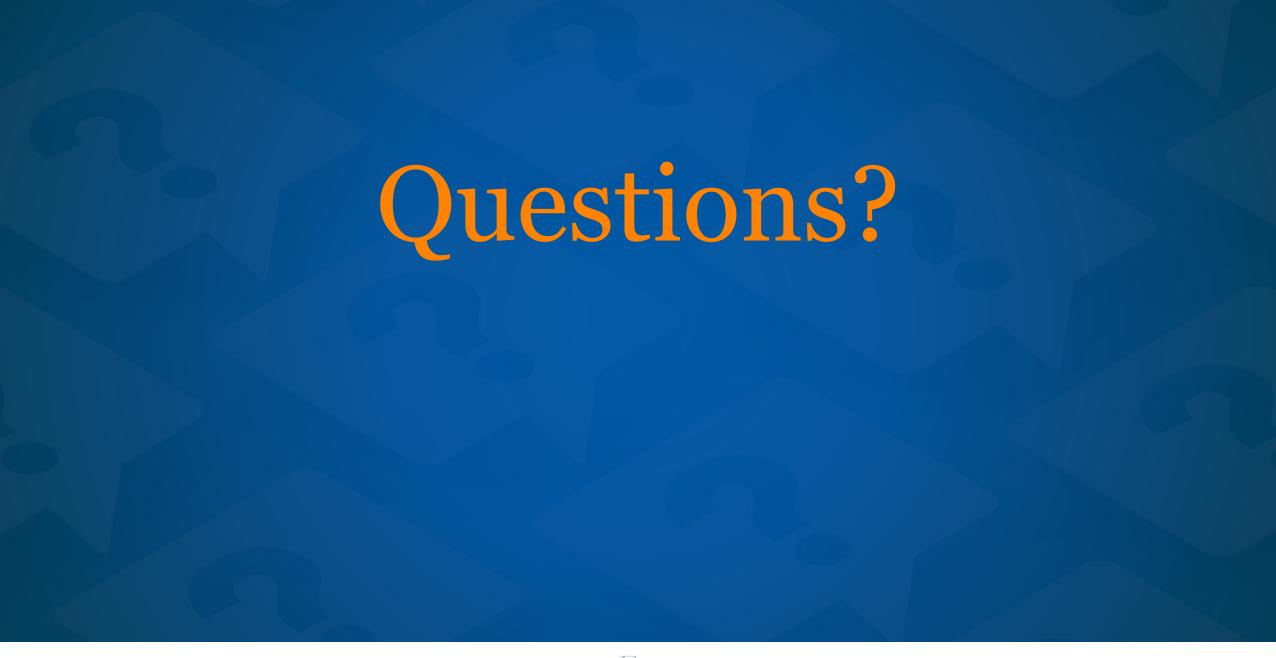
## Bottle Bill Recap

February 1, 2024



### Other States With Bottle Bills – Now and On the Horizon





## Thank you.



Emily Harris Gant



206.816.1454



emily.gant@foster.com



Adena Santiago



202.298.1784



adena.santiago@foster.com

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