STATE OF NEW YORK

5366

2017-2018 Regular Sessions

IN SENATE

March 23, 2017

Introduced by Sen. AVELLA -- read twice and ordered printed, and when printed to be committed to the Committee on Environmental Conservation

AN ACT to amend the environmental conservation law, in relation to the handling fee paid to a dealer or operator of a redemption center for the redemption of empty beverage containers

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. This act shall be known and may be cited as the "indexed 2 handling fee act."

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- § 2. Subdivision 6 of section 27-1007 of the environmental conservation law, as added by section 4 of part SS of chapter 59 of the laws of 2009, is amended to read as follows:
- 6. (a) In addition to the refund value of a beverage container as established by section 27-1005 of this title, a deposit initiator shall 8 pay to any dealer or operator of a redemption center a handling fee [ef 9 three and one-half gents for each beverage container accepted by the 10 deposit initiator from such dealer or operator of a redemption center as specified in paragraphs (b), (c) and (d) of this subdivision. Payment of 11 the handling fee shall be as compensation for collecting, sorting and 12 13 packaging of empty beverage containers for transport back to the deposit 14 initiator or its designee. Payment of the handling fee may not be conditioned on the purchase of any goods or services, nor may such payment be 15 made out of the refund value account established pursuant to section 16 27-1012 of this title. A distributor who does not initiate deposits on a 17 type of beverage container is considered a dealer only for the purpose 18 19 of receiving a handling fee from a deposit initiator.
- 20 (b) Except as otherwise provided in this subdivision, the handling fee 21 paid shall be not less than five cents.
- 22 (c) Beginning December thirty-first, two thousand eighteen, each year 23 a new federal or New York state minimum wage is to take effect, but not 24 later than the date that the new federal or New York state minimum wage

EXPLANATION--Matter in italics (underscored) is new; matter in brackets
[-] is old law to be omitted.

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is to take effect, the commissioner shall determine the handling fee to be in effect pursuant to this subdivision. Subject to paragraph (d) of this subdivision, the handling fee determined pursuant to this subdivision shall be:

- 5 <u>(i) not less than the amount in effect under paragraph (b) of this</u>
 6 <u>subdivision on the date of such determination;</u>
- 7 (ii) increased from such amount by the percentage increase in the 8 newly effective federal or New York state minimum wage; and
 - (iii) rounded to the nearest multiple of \$0.005.
- 10 (d) The handling fee shall only be increased by the percentage increase in a newly effective federal minimum wage pursuant to paragraph 11 (c) of this subdivision if the federal minimum wage is set at an amount 12 13 higher than the New York state minimum wage. Otherwise, the handling fee shall be increased only by the percentage increase in a newly effective 14 New York state minimum wage pursuant to paragraph (c) of this subdivi-15 16 sion. If a newly effective New York state minimum wage increases based 17 on a wage rate schedule that varies throughout New York state, then the percentage increase to be used for calculating the handling fee shall be 18 19 based on the wage rate applicable to New York city employers with eleven 20 employees or more (i.e. "big employers") pursuant to paragraph (c) of 21 this subdivision.
- § 3. This act shall take effect immediately.