

# OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200  
Hartford, CT 06106 ◊ (860) 240-0200  
<http://www.cga.ct.gov/ofa>

sSB-1037

AN ACT CONCERNING SOLID WASTE MANAGEMENT.

## **OFA Fiscal Note**

### **State Impact:**

Agency Affected	Fund-Effect	FY 22 \$	FY 23 \$
Revenue Serv., Dept.	GF - Revenue Gain	4.2 million	5 million
Revenue Serv., Dept.	GF - Cost	Up to 30,000	None

Note: GF=General Fund

**Municipal Impact:** None

### **Explanation**

The bill, which expands the beverage container redemption law and increases the associated deposit amount, results in a General Fund revenue gain of \$4.2 million in FY 22, \$5 million in FY 23, and \$4 million in FY 24 and annually thereafter. This also results in a one-time cost of up to \$30,000 to the Department of Revenue Services in FY 22 for revisions to the online Taxpayer Service Center through which the revenue is remitted.

Additionally, the bill increases the handling fee to three and one-half cents, per beverage container, that distributors pay to retailers and redemption centers. The bill also contains requirements for: (1) reverse vending machines (RVM's) or dedicated beverage container redemption areas at certain retailers, and (2) Universal Product Code (UPC) and barcodes for all refundable beverage containers sold in the state. These provisions have no fiscal impact to the state or municipalities as they apply to private, third-parties.

The bill requires the Department of Energy and Environmental

Protection (DEEP) to perform several tasks regarding the operation of a statewide beverage container redemption management program. These tasks include the development of terms for a memorandum of agreement (MOA) providing in-state processing for a portion of wine and liquor beverage containers sold in-state, and development of a municipal "pay-as-you-throw" program, including programmatic funding sources. This has no fiscal impact to DEEP, as the agency currently has expertise for these purposes.

Lastly, the bill makes other technical and conforming changes which have no fiscal impact.

### ***The Out Years***

#### ***State Impact:***

<b>Agency Affected</b>	<b>Fund-Effect</b>	<b>FY 24 \$</b>	<b>FY 25 \$</b>	<b>FY 26 \$</b>
Revenue Serv., Dept.	GF - Revenue Gain	4 million	4 million	4 million
Revenue Serv., Dept.	GF - Cost	None	None	None

Note: GF=General Fund

***Municipal Impact:*** None