



January 10, 2020

NOTICE

TO: Plastic Market Development Payment Program Participants

SUBJECT: Plastic Market Development Payment Rate for 2020

Effective January 1, 2020, the Department of Resources Recycling and Recovery, Division of Recycling (Division) will implement a new Plastic Market Development Payment (MDP) rate. To ensure that only California Refund Value (CRV) plastic beverage containers are eligible, the Division each year calculates a new statewide average MDP rates for PET and HDPE. The MDP rates are used to determine the total eligible MDP payments for certified entities and product manufacturers after exclusion of all non-qualifying material (out-of-state, plant rejects, industrial scrap plastic, and other non-qualifying plastic material). The following is a table with the new MDP rate for PET and HDPE. Participants must use these rates for 2020 MDP reporting period.

2020 Plastic Market Development Payment Rate	
Plastic	MDP Rate
#1 PET	91%
#2 HDPE	17%

*Payment per Ton may be reduced to due to availability of funds for this Program.

Failure to use the above rates for 2020 reporting quarters will result in incorrect claims and payments.

If you have any questions regarding this notice, please contact Hieu Le at (916) 323-1493 or Hieu.Le@calrecycle.ca.gov.

Sincerely,

Mike Miller
Chief, Recycling Operations Branch