California Environmental Protection Agency



Gavin Newsom California Governor

Jared Blumenfeld Secretary for Environmental Protection Rachel Machi Wagoner CalRecycle Director

January 8, 2021

NOTICE

TO: Plastic Market Development Payment Program Participants

SUBJECT: Plastic Market Development Payment Rate for 2021

Effective January 1, 2021, 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 2021 MDP reporting period.

| 2021 Plastic Market Development Payment Rate | |
|--|----------|
| Plastic | MDP Rate |
| #1 PET | 91% |
| #2 HDPE | 16% |

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

Failure to use the above rates for 2021 reporting quarters will result in incorrect claims and payments.

If you have any questions regarding this notice, please contact Susie Le at (916) 322-4016 or <u>Susie.Le@calrecycle.ca.gov</u>.

Sincerely,

Hieu Le, Acting Manager Recycling Operations Branch

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