

# AB 179 and SB 1013 Funding Programs

Informational Workshop

November 15, 2023



# Questions and Answers

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During the webinar,  
participants can submit  
public comments and  
questions by email to

**[BevContainerGrants@calrecycle.ca.gov](mailto:BevContainerGrants@calrecycle.ca.gov)**



# Agenda

- Introduction of Panel Members
- Beverage Container Background & Future
- Recent Legislation
- Introduction of New Appropriations
- Overview of Recycling Innovation Grant (RIG) Program
- Tentative Timeline
- Questions and Answers (Q&A) Session

# Opening Remarks

# **Beverage Container Background & Future**

# BCRP Background

- **AB 2020** (Margolin, Chapter 1290, Statutes of 1986) enacted the California Beverage Container Recycling and Litter Reduction Act (Act) also known as the “**Bottle Bill**”.
- Established the **California Refund Value (CRV)** deposit on beverage containers and an **80%** recycling goal.
  - *Californians have recycled more than 450 billion beverage containers since 1988!*
- Effective January 1, 2024, **SB 1013** (Atkins, Chapter 610, Statutes of 2022) adds wine and distilled spirit beverages as well as containers that are boxes, pouches, bladders and similar containers.

# Recent Legislation

## The BCRP Pilot Project Program

- **SB 458** (Weiner, Chapter 648, Statutes of 2017) authorized CalRecycle to approve **up to five pilot projects** proposed by jurisdictions to provide convenient beverage container redemption opportunities in unserved convenience zones. Budget Bill **AB 128** added **5 additional** pilot projects in 2021. 10 projects have been awarded to date.

## Dealer Cooperatives

- **SB 1013** provides authority for dealers in unserved convenience zones to voluntarily establish cooperatives that will create methods of redemption that work for their regional circumstances beginning January 1, 2025.

## Funding Appropriations

- **AB 179 & SB 1013** provides CalRecycle various Beverage Container Recycling program funding (details on subsequent slides).
- **AB 179** authorized \$40 Million to support the Quality Incentive Payment Program pursuant to PRC §14549.1 of the Public Resources Code, or for grants related to thermoform material. **SB 101** (Skinner, Chapter 12, Budget Act of 2023), effective June 27, 2023, reverted these funds back to the Beverage Container Recycling Fund and reallocated to the Plastic Market Development Payment Program.

# **Introduction of New Appropriations**

AB 179 Program	Amount	Purpose/ Projects Types
<b>Start-up costs for recycling programs, which shall be limited to recycling centers, mobile recycling, reverse-vending machines, or bag drop programs</b>	\$73,333,000 Round 1 \$40,000,000	<p>Of the amount appropriated in this item, \$73,333,000 is available to award grants, loans, payments or contracts to support start-up costs for recycling programs, which shall be limited to recycling centers, mobile recycling, reverse-vending machines, or bag drop programs. These funds are also available to existing recycling centers for purposes of establishing mobile recycling to expand outreach. No more than 50 percent of these funds shall be used for any one type of program from the following list: mobile recycling, reverse-vending machines, or bag drops.</p>
AB 179 Program	Amount	Purpose/ Projects Types
<b>Quality Incentive Grant Program</b>	\$50,000,000	<p>Of the amount appropriated in this item, \$50,000,000 is available to support grants in the Quality Incentive Payment Program, pursuant to Section 14549.1 of the Public Resources Code.</p>

AB 179 Program	Amount	Programs/Project Types
Startup loans for processors and recyclers	\$30,000,000	Of the amount appropriated in this item, \$30,000,000 is available to support startup loans for processors and recyclers.
AB 179 Program	Amount	Programs/Project Types
Support a deposit-return system for reusable containers consistent with Section 14539 of the Public Resources Code	\$25,000,000	Of the amount appropriated in this item, \$25,000,000 is available to award grants, loans, payments or contracts to support a deposit-return system for reusable containers consistent with Section 14539 of the Public Resources Code.

AB 179 Program	Amount	Programs/Project Types
<b>Workforce Development</b>	\$5,000,000	Of the amount appropriated in this item, \$5,000,000 is available to award grants, loans, payments or contracts to support workforce development.
SB 101	Amount	Programs/Project Types
<b>Plastic Market Development Payments</b>	\$47,000,000 (as of July 1, 2023)	Of the amount appropriated in this item, \$47,000,000 is available to support Plastic Market Development Payments consistent with Section 14549.2 of the Public Resources Code.

SB 1013 Program	Amount	Purpose/ Projects Types
<b>Increased Recycling of Empty Glass Beverage Containers Grant Program</b>	\$4,000,000	<p>(a) In order to facilitate increased recycling of empty glass beverage containers in the state, the department shall create the Increased Recycling of Empty Glass Beverage Containers Grant Program. The purpose of the grant program shall be to assist in funding regional pilot programs furnishing bins for collection of empty glass beverage containers from restaurants and on-sale retail licensed establishments licensed pursuant to the Alcoholic Beverage Control Act (Division 9 (commencing with Section 23000) of the Business and Professions Code). Grants provided under this program may be used for any of the following:</p> <ol style="list-style-type: none"> <li>(1) Purchase of bins for the collection of empty glass beverage containers at restaurants and other on-sale retail licensed establishments licensed pursuant to the Alcoholic Beverage Control Act (Division 9 (commencing with Section 23000) of the Business and Professions Code).</li> <li>(2) Collection and consolidation of contents from the bins.</li> <li>(3) Transportation of the empty glass beverage containers that are collected to a glass processing facility.</li> </ol> <p>(b) The following entities may be eligible for applying for grants from the grant program created pursuant to subdivision (a):</p> <ol style="list-style-type: none"> <li>(1) Local or regional governmental agencies.</li> <li>(2) Other entities proposing to establish a regional pilot program to provide empty glass beverage container bins, collection of the contents of those bins, and transportation of the empty glass beverage containers collected to a glass processing facility.</li> </ol> <p>(c) Entities receiving grants from the grant program shall expend an amount equal to or greater than the amount of the grant received to create and operate the pilot program.</p>

SB 1013 Program	Amount	Programs/ Project Types
<b>Recycled Glass Processing Incentive Grant Program</b>	\$4,000,000	<p>(a) In order to stimulate the increased use of glass cullet in making new glass beverage containers in the state, the department shall create the Recycled Glass Processing Incentive Grant Program. The grant program shall provide grants to applicants who demonstrate the ability to expand glass cullet processing in the state, subject to both of the following:</p> <p>(1) The applicant commits to using the grant to expand glass cullet processing facilities for increased processing of glass cullet.</p> <p>(2) The applicant matches the amount of any grant received from the grant program in an amount equal to or greater than the grant amount.</p> <p>(b) Within 12 months of receiving a grant from the grant program, the entity receiving the grant shall demonstrate to the department the amount of additional tons of glass cullet processed as a result of utilization of the grant funds.</p>

SB 1013 Program	Amount	Programs/ Project Types
<b>Local Conservation Corps</b>	\$10,000,000 – one-time appropriation	<p><b>SEC. 34.</b> Ten million dollars (\$10,000,000) is hereby appropriated from the California Beverage Container Recycling Fund created pursuant to Section 14580 of the Public Resources Code to the Department of Resources Recycling and Recovery to disburse to community conservation corps in the form of grants for beverage container litter reduction programs and recycling programs. The programs may include, but are not limited to, glass beverage container litter reduction programs and recycling programs.</p>

SB 1013 Program	Amount	Purpose/ Projects Types
<b>Empty Glass Beverage Transportation Grant Program</b>	\$1,000,000	<p>(a) In order to facilitate transportation of empty glass beverage containers from throughout the state to glass processing facilities utilizing rail transportation and facilities, the department shall create the Empty Glass Beverage Transportation Grant Program. Funds provided in grants from this program shall be used to facilitate the use of rail transportation of empty glass beverage containers to glass processing facilities within the state.</p> <p>(b) Entities applying for grants from the grant program shall demonstrate in their application how rail transportation of empty glass beverage containers collected in the state will be facilitated through the use of the grant funds.</p> <p>(c) Entities receiving grants from the grant program shall match grant funding received in an amount equal to or greater than the amount of the grant received, which shall also be used to facilitate transportation of empty glass beverage containers by rail within the state.</p>

# Tentative Application Release Timeline

<b>Program</b>	<b>Application Release (tentative)</b>
Recycling Innovation Grant Program (~\$73M)	Winter 2024
Local Conservation Corps (\$10M)	Winter 2024
Support a Deposit Return System for Reusable Containers (\$25M)	Spring 2024
Start-up Loans for Processors & Recyclers (\$30M)	Spring 2024
Support Workforce Development (\$5M)	Spring 2024
Quality Incentive Grant Program (\$50M)	Spring 2024
Recycled Glass Processing Incentive Grants (\$4M)	Spring 2024
Recycling of Empty Glass Beverage Containers Grants (\$4M)	Spring 2024
Empty Glass Beverage Transportation Grants (\$1M)	Spring 2024

# Questions and Answers

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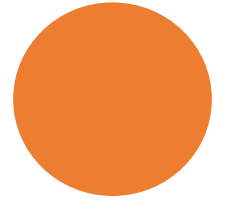
**Overview of Recycling  
Innovation Grant (RIG)  
Program FY 2022-23**

# Program Background and Purpose

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The fundamental goal of the Recycling Innovation Grant Program (Program) is to support start-up costs for recycling programs, which shall be limited to recycling centers, satellite recycling, reverse-vending machines, or bag drop programs.

These funds are also available to existing recycling centers for the purposes of establishing satellite recycling to expand outreach.



# Proposed Eligible Applicants

- **Dealers**
  - Does not apply to a dealer that has demonstrated to the department that the dealer has gross annual sales of less than one million five hundred thousand dollars (\$1,500,000) or is less than 5,000 square feet.
  - Must be an Option A Dealer by Notice To Proceed (NTP)
- **Existing Certified Recycling Centers**
- **New Recycling Center Businesses**
  - Must be certified prior to Notice To Proceed (NTP)
- **Community Service Programs (SPs)**



# Eligible Project Types

- **Mobile Recycling**

- NOTE: The expanded mobile recycling services must not be within a served zone unless either of the following exceptions apply:
  - The applicant is the recycling center currently serving the zone OR
  - is contracted with the recycling center serving the zone and they are the sole recycling center within the zone.

- **Reverse Vending Machines (RVM)**

- **Bag Drop Programs**

# Grant Award Overview

## Details

### Dealers, Existing and New Certified Recycling Centers:

- The minimum grant award amount is \$500,000. The maximum grant award is \$3,000,000.

### RVM Projects for Dealers and Community Services Programs:

- The minimum grant award is \$75,000. The maximum grant award is \$300,000.

**Funding Allocation for Fiscal Year 2022-23:  
\$40,000,000**

## Prior to Application

**Tax Identification Number  
Must Match Business Name**

**Resolution/Letter of  
Commitment (LOC)**

**Have a Current and Active  
Status with the Secretary of  
State**

**Nonprofits Must Have A Current  
and Active Status with DOJ, IRS,  
and the Secretary of State**

# Proposed Evaluation Methodology

- Applications will be evaluated through a categorized rank system.
- There will be a total of three ranks.
- Applications that include multiple project types will be given priority consideration.
- Projects that provide CRV redemption in disadvantaged communities, tribal, and rural areas will be given priority consideration.



# Tentative Timeline

# Tentative Timeline

December  
2023

Criteria RFA

Winter  
2024

Post Notice of Funds Available, application, related instructions and documents on the website.

Winter  
2024

Question and Answer Period – due date is approximately four weeks after the release of the application.

Winter  
2024

Applications Due

# Questions and Answers

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Panel members will begin  
to take questions now.

Public comments and  
questions can be submitted  
by email to

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Thank you for attending  
the informational webinar!

