





# Single-Use Retail Carry-out Bag Ordinance Draft 2 - 1/11/12

# **Austin City Council Resolutions**

- > April 19, 2007
  - Directs staff to evaluate and recommend strategies for limiting the use of plastic bags

- > June 24, 2010
  - Directs staff to determine the cost to Austin taxpayers of processing plastics bags

# Austin City Council Resolution August 4, 2011

Directs staff to develop a city ordinance providing a "comprehensive phase-out of single-use plastic bags offered at retail checkouts"

•Requested by Council to expand the public discussion to include paper bags and market drivers such as fees

#### **Process**

- City Council Resolution 8/4/11
- Stakeholder Discussions Sept-Jan
- SWAC Public Comments 10/5/11
- ➤ Public Forum 10/24/11
- SWAC Public Comments 11/9/11
- ➤ SWAC Draft Discussion 12/14/11

#### **Process**

- Stakeholder Discussions Continuing
- ➤ SWAC Draft Discussion 1/11/12
- ➤ Public Focus Group 1/30/12
- ➤ SWAC Final Discussion 2/8/12
- City Council Discussion 3/1/12

#### **Bag Ban**

Prohibits All Retail Carry-out Single-Use Bags Includes Plastic & Paper Single-Use Bags

#### **Exempt from Ban**

- Dry Cleaner Bags and Yard Waste Bags
- Produce, Meat, and Frozen Foods Bags
- Door-hanger Bags and Newspaper Bags

#### **Exemptions Removed from Draft 1**

- Prescription Drug Carry-out Bags
- Beer, Wine and Spirits Carry-out Bags
- Restaurant Carry-out Bags

# Permitted Reusable Bags

- Reusable Carry-out Bags
  - Cloth, Plastic and Paper retail checkout options
  - Required recycled content and minimum thickness

# Implementation Timeline

- Phase 1: March 1, 2012 May 31, 2012 Prep Time
- Phase 2: June 1, 2012 Dec 31, 2012 Fee Period
  - Retail Checkout Single Use Bags only upon request
  - 10 cents per Single-Use Bag, if requested
  - Retailers and Customers Transition to Reusable Bags
- Phase 3: Jan 1, 2013 No Retail Checkout Single-Use Bags 7

# **Hardship Variance**

- Customers with Lone Star Card exempt from fees
- Retailers may petition for Hardship Variance

#### Other Elements

- Retailer Signage Requirements
- Customer Education at Point of Purchase
- > Fee Surcharge to fund reusable bag distribution
- Prohibits carryout bags at all City facilities
- Fines for Non-Compliance

# **Options/Discussion**

- ➤ 10 cent Bag Fee? or \$1.00 per Transaction Fee?
- > Transition phases and Implementation Timeline
  - One Year for Retailer transition? (March 1, 2013)
  - Extend Phase 2? Single-Use availability (March 1, 2014)
  - Permanent option of single use? progressive increases in fees
- Exemptions / "carve-outs"
  - Reinstate exemption for Pharmacies and Restaurants?
  - Require exempted bags to be recyclable?
- Reusable bag definitions
  - Recyclable in Blue Cart
  - 50% Recycled content on plastic bags problematic
  - Reinstate Handle requirement?

#### **TRA Alternative Ordinance**

- > Retailers \$50-\$250 Plastic Bag Licensing Fee
  - Issue: License to permit continued distribution of single use bags – 1970's license to pollute approach – Problematic
- > Fee level based on size of retailer
  - Issue: Very complicated variations in fees per retailer hard to document and track - increases enforcement expenses
- Deductions from fee if services offered:
  - Bag Recycling Documentation (\$50-\$100 fee reduction)
  - Recycled content bags (\$25-\$50 fee reduction)
  - Annual increase in bag recycling rate (\$25-\$50 fee reduction)
  - Reduction in bag distribution (\$25-\$50 fee reduction)
  - Issue: Pay-off (no fees) to be a good environmental steward?

#### **TRA Alternative Ordinance**

- Plastic Bag Litter Abatement Fund
  - Issue: Mitigate continued bag liter with clean-up fund s Pay to continue past practice no abatement of litter waste
- Non-Compliance Economic Fines
  - Issue: Paying fines might be cheapest option to non-compliant retailers
- > TRA Sustainability Foundation
  - Issue: Good intent, but can be funded by retailers without city ordinance.
- ➤ **Bottom Line:** Entire proposal can be implemented with city ordinance Why didn't the retailers implement this approach several years ago?