California Beverage Container Recycling and Litter Reduction Act

SB 1013-Wine & Distilled Spirit Expansion SB 353- Additional Changes

Lead Presenter:

Stacie Carder
Supervisor, Registration Unit Team 1





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Today's Topics

- 1. Introductions and Opening Remarks
- 2. How to submit questions or comments
- 3. Overview of SB 1013 and SB 353 Changes
- 4. Program Basics
- 5. Registration Form and Process
- 6. Labeling Requirements
- 7. Account Maintenance, Report and Payment Basics
- 8. Questions and Answers





1. Introductions

Opening Remarks

Amy Cameron, Assistant Director, Division of Recycling

SB 1013 & SB 353 Changes, Program Overview and Registration of Beverage Manufacturers and Distributors

Stacie Carder, Registration Unit 1 Supervisor

Labeling Requirements and Examples

Rachel Manford, Registration Unit 2 Supervisor

Account Maintenance, Report and Payment Basics

Shamila Tooker, Participant Management Unit Supervisor

Questions and Feedback

Moderated by Rachel Manford & Jennifer Akins





Assistant Director for Division of Recycling Opening Remarks

Amy Cameron





2. How to Submit Questions and Comments

- Please keep comments on topics related to beverage manufacturers, distributors and CRV labeling.
- At the end of the presentation, you may raise your hand and we will unmute you for you to ask a question or make a comment.
- Use the Q&A button to submit questions during the presentation.





3. Overview of SB 1013 and SB 353 Changes





SB 1013 Approved by Governor Newsom on September 27, 2022

This legislative bill:

- Effective January 1, 2024 Brings wine and distilled spirits into the California Beverage Container Recycling Program (BCRP)
- Adds Wine and Distilled Spirit Coolers with any percent ABV
- Adds new container materials and corresponding CRV rate
- Outlines when all new beverages must have a CRV message





SB 353 Approved by Governor Newsom on October 13, 2023

This legislative bill:

- Brings in all fruit and vegetable juice regardless of size January 1, 2024
- Exempts Tasting Room Bottles from CRV
- Exempts specific beverage containers from CRV labeling indefinitely
- Change to the definition of Beverage Manufacturer



The CA Beverage Container Recycling & Litter Reduction Act will include:

- New Beverages SB 1013:
 - Wine, including sparkling or carbonated
 - Wine from which alcohol as been removed in whole or in part
 - Distilled Spirits
 - Wine Coolers/Distilled Spirit Coolers with any percentage of alcohol by volume (RTD Mixed Cocktails)
- New Beverages SB 353:
 - 100% Fruit Juice 46 oz or more
 - 100% Vegetable Juice above 16oz

PRC14504(a)

PRC14528.5





Effective January 1, 2024

SB 1013 - The Act will include:

New Containers:

- Includes Wine or Distilled Spirits packaged in box, bladder, pouch, or similar container - PRC14504(a)(12)
- 25 cent CRV deposit regardless of size PRC14560(c)





SB 353 Beverage Manufacturer Definition Change

<u>PRC 14506(a)</u> Except as provided in subdivision (b), "beverage manufacturer" means any person who bottles, cans, or otherwise fills beverage containers, or imports filled beverage containers, for sale to distributors, dealers or consumers.

(b) For a beverage container containing beer, wine, or distilled spirits, the "beverage manufacturer" is the person who holds the license from the Department of Alcoholic Beverage Control authorizing the manufacture of the beer, wine, or distilled spirits, regardless of whether that person contracts with a third party to bottle, can, or otherwise fill the beverage container, so long as the beverage container is provided for sale to a distributor, dealer, or consumer by the holder of the license.

PRC 14575(g)(2)(A) Notwithstanding Section 14506, with respect to the payment of processing fees for beer and other malt beverages manufactured outside the state, the beverage manufacturer shall be deemed to be the person or entity named on the **certificate of compliance** issued pursuant to Section 23671 of the Business and Professions Code. With respect to the payment of processing fees for beverages manufactured outside the state and sold directly to consumers within the state with a **direct shipper permit**, the beverage manufacturer shall be deemed to be the person or entity named on the direct shipper permit issued pursuant to Section 23661.3 of the Business and Professions Code...





SB 353- CRV Tasting Room Exemption

CRV Not Required On Bottles Opened and Poured For Tastings

PRC14560(a)(3)(B)





CRV Labeling and SB 353 Exemptions

SB 1013

Required all wine and distilled spirits, offered for sale, to be labeled with a CRV message by 7/1/2025

SB 353

Creates Limited Exemptions to the SB 1013 Labeling Requirement

PRC14561(f)(1)(A)-(B)-

(C)



SB 353 CRV Labeling – For All New Beverage Categories

PRC14561(f)(1) Notwithstanding any other requirement of this section, all of the following shall apply:

(A) A beverage container that is included within the scope of this division beginning on January 1, 2024, but that was not subject to this division before that date, shall be exempt from the labeling requirements of this section until July 1, 2025.

What does this mean?

- A CRV labeling message is optional, but <u>not</u> required
 January 1, 2024 through June 30, 2025 Transition Period
- Except for the exclusions outlined in section (B) and (C),
 Most wine and distilled spirits containers will need to have a CRV label by 7/1/2025





SB 353 CRV Labeling Exemptions- Wine and Distilled Spirits

PRC14561(f)(1)(B) A beverage container that is included within the scope of this division beginning on January 1, 2024, but that was not subject to this division before that date, and that was filled and labeled before January 1, 2024, shall be exempt from the labeling requirements of this section.

What does this mean?

- Wine and Distilled Spirits <u>bottled prior to January 1, 2024</u> do not require a CRV label - Ever.
- Library Wines, old stock- Do not require a CRV message added



SB 353 CRV Labeling Exemptions-Large Fruit and Vegetable Juice

PRC14561(f)(1) C) A beverage container containing a beverage described in paragraph (7) or (9) of subdivision (a) of Section14504 that is included within the scope of this division beginning on January 1, 2024, but that was not subject to this division before that date, and that was **filled and labeled before July 1, 2024**, shall be exempt from the labeling requirements of this section.

What does this mean?

- Large format Fruit and Vegetable juice bottled prior to July 1, 2024 do not require a CRV message - Ever.
- Previously bottled stock- Doesn't need the CRV message added





SB 353 CRV Labeling Requirement Changes Summary

- CRV labeling is <u>not</u> required for older stock:
 - Wine/Distilled Spirits bottled prior to 1/1/2024
 - Large Fruit/Vegetable Juice bottled prior to 7/1/2024
- Remember, product that don't qualify for a labeling exemption MUST have a CRV message on or after 7/1/2025.
- Suggestions for Labeling Best Practices -
 - Wine and Distilled Spirits: Add CRV message to products bottled in 2024
 - Large Fruit/Vegetable Juice: Add a CRV message to product bottled during the second half of 2024





4. Program Basics





A Company may be a Program Participant as:



Beverage Manufacturer

or

Beverage Distributor

or

Both

or

None

Depending on your business practices regarding manufacturing, importing and sales of beverages in CA.





A person or entity who meet one or more of the following five criteria:

Beverage Manufacturer For beer, wine, or distilled spirits beverages, the entity who holds the CA Department of Alcoholic Beverage Control (ABC) manufacturing license

<u>OR</u>

PRC 14506(a)+(b)
In State

For water, soft drinks, sports drinks, juice, coffee/tea, the entity who bottles, cans or fills beverage containers in California

<u>OR</u>

- Imports beverages into California for sale to:
 - Distributors/ Dealers/ Consumers

<u>OR</u>

Holds a Certificate of Compliance with ABC- (Beer/Malt only)

<u>OR</u>

PRC14575(g)(2)(A)
Out Of State

Out of state entity, holding a Wine Direct Shippers Permit with ABC-(direct to CA consumer- Wine Club & online sales)



Distributor (DS) - PRC 14511 CCR 2320

A Distributor is anyone who:

Sells beverage containers to a dealer in CA.

<u>OR</u>

 Person importing beverages from outside CA for sale to dealers or consumers in the state.

<u>OR</u>

 Out of state entity Holding an ABC Wine Direct Shippers Permit (direct to consumer)

<u>OR</u>

 Beverage Manufacturer or Brand Owner selling direct to a consumer in CA





Beverage Manufacturers Pay Processing Fees:

- What are Processing Fees?
- Processing Fee rates vary based on container material
- Change each calendar year
- Size does not matter

2023 Rates https://www2.calrecycle.ca.gov/Docs/Web/118404

- Glass \$0.00452
- Plastic 1 PETE \$0.00005
- Box Equivalent \$0.00762





Distributors Collect and Submit CRV (minus 1.5% Administrative Fee Discount):

What is CRV?

Glass, Plastic, Aluminum, Bimetal rates:

- > 5¢ under 24 ounces
- 10¢ 24 ounces and above

Box, Bladder, Pouch rates - Wine & Distilled Spirits beverages only:

25¢ regardless of size





5. Registration



Registration Form

State of California CalRecycle 751 Department of Resources Recycling and Recovery (CalRecycle)

BEVERAGE MANUFACTURER / DISTRIBUTOR REGISTRATION FORM

Please complete and return both pages to Reg.CRVLabeling@CalRecycle.ca.gov or mail to CalRecycle - Registration Unit, 801 K Street, MS 17-03, Sacramento, CA 95814 or via fax at (916) 319-7400

Doing Business As (DBA) Name:	Legal Name:	
Federal Tax ID (Employer Identification Number):	ABC Certificate of Compliance or Direct Shippers Permit #/Out-of-state Beer Manufacturers & Wineries only)	
Physical Business Address	Mailing Address (if different from physical address)	
Street:	Street:	
City, State Zip:	City, State Zip:	
California Warehouse Location(s) (ifapplicable)	Other California Address (if applicable) (Examples: Company owned bottling facility or sales office)	
(Attach additional sheets if necessary) Check one: Rented Leased Owned	(describe)	
Street:	Street:	
City, State Zip:	City, State Zip	
Primary Point of Contact	Secondary Point of Contact	
Mr. Mrs. Ms. Other:	Mr. Mrs. Ms. Other:	
Name:	Name:	
Title:	Title:	
Phone:	Phone:	
Email:	Email:	
Ownership Structure: Corporation Limited Liability	y Company Other:	
This company is a (check all that apply): Brewery Disti	illed Spirit Manufacturer Winery None of these	
Date company began sales or transfers of beverages in single use containers in California:(month/year)		
Are free beverage product samples offered or donated in Cali	fornia? Yes No	
Are you selling direct through your website or other E-comme	rce platforms? Yes No	

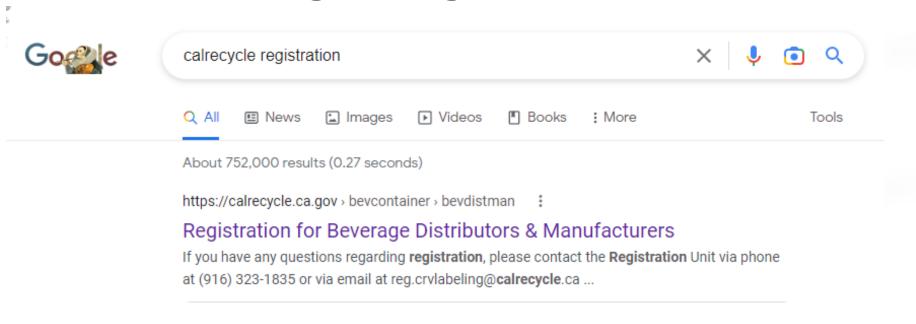
Provide the types of beverage prod proposed to be offered for sale or t		pes, and container sizes offe heck all thatapply)	red for sale or transfer, or
Product Line:			
Beer or Malt Beverages Dis	stilled Spirits Wine	e Wine/Distilled Spirit C	oolers Coffee/Tea Dri
Carbonated Soft Drinks N	on-Carbonated Soft Dr	inks Carbonated Wate	r Non-Carbonated Wa
Sport Drinks 100% Vegeta	able Juice (Size in oz)	100% Fru	it Juice (Size in oz)
Carbonated Fruit Drinks No	n-Carbonated Fruit Dri	nks Other (Describe):	
Container Material Type:		Refillable:	
Aluminum Glass	Bi-Metal	(Empty beverage contain place of business to be re	ers which are returned to yo filled and resold)
Wine or Distilled Spirit in Box,	Bladder or Pouch	All None	Some
Plastic: #1 PET #2 HDPE	#3 PVC	Sizes:	
#4 LDPE #5 PP #6 P	8 #7 Other	Under 24 ounces	24 ounces or over
Other Material (Describe):			
Do you bottle or can your own beve	erages? (Canning includ	les taproom sealed crowlers)	All None Som
If None or Some, provide the name	and contact information	on for your beverage supplier	rs, co-packers and/or bottle
(Attach additional sheets if needed): Company Name	Contact Person	Phone	Address
Who do you sell or transfer beverag			Carriers (Planes, trains, etc.
Distributors (Provide information		ner Describe:	carriers (riunes, truins, etc.
Company Name	Contact Person	Phone	Address

- When should I complete the form? Now
- Date company began sales = Reporting Start Date 1/1/2024





Finding the Registration Form



or

https://calrecycle.ca.gov/bevcontainer/bevdistman/registration/

















Registration for Beverage Distributors & Manufacturers

Distributors and manufacturers of beverages covered by the California Beverage Container Recycling and Litter Reduction Act are required to register with CalRecycle in order to meet the reporting and payment requirements (CCR 2231, 2301).

Definitions

"Beverage manufacturer" means:

"Distributor" means:

Registration Process

To determine if your company is a beverage manufacturer and/or beverage distributor, as defined above, you may

- Complete the registration form on line or
- Download and complete the pdf version of the form and submit it via fax or mail as noted on the top of the form.

After your registration form is received, a Recycling Specialist will be in contact with you. If your company is determined to be a beverage manufacturer and/or distributor, you will receive reporting identification number(s) and can begin reporting and paying processing fees and/or CRV.

If you have any questions regarding registration, please contact the Registration Unit via phone at (916) 323-1835 or via email at reg.crvlabeling@calrecycle.ca.gov.





- Registration Form will be reviewed. Staff will ask additional questions for clarification
- If you meet one or both definitions, you will be assigned account numbers & account representative
- The Registration Unit will continue to assist with CRV Labeling questions
- Account File moved to Participant Management Unit





6. Labeling Requirements





- All beverage manufacturers, including wine and spirit manufacturers, must meet the labeling requirements of PRC14561 and CCR2200
- Wine and distilled spirit manufactures:
 - Not required to submit labels for approval
 - May request assistance and/or label review to ensure compliance

If you are in doubt or just want verification that your labels comply, we encourage you to request assistance.

We are here to help!





**CRV Labeling is Optional for new beverages January 1, 2024 to June 30, 2025 **

Transition Period





Five CRV Message Options

- California Redemption Value
- CA Redemption Value
- California Cash Refund
- CA Cash Refund
- **❖**CA CRV

PRC 14561(a)





CRV Labeling Size & Location Requirements

The CRV Message must be **clearly, prominently and indelibly** marked:

- Glass & Plastic Message must be on the container body label or secondary label
 - A text height of 3/16", or
 - A minimum text height of 1/8" and in a contrasting color to the background and nearby text
- Aluminum Cans- Message must be on the top lid
 - Tops over two inches in diameter- message must be 3/16" in height
 - Tops two inches or less in diameter- message must be 1/8" in height

CCR 2200(b)

Requirements for box, bladder, pouch to be determined







Text height of 3/16"



Minimum Text
Height of 1/8" with
Contrasting Color



On lid of aluminum container





Examples of Approved labels:

GOVERNMENT WARNING: (1) ACCORDING TO THE SURGEON GENERAL, WOMEN SHOULD NOT DRINK ALCOHOLIC BEVERAGES DURING PREGNANCY BECAUSE OF THE RISK OF BIRTH DEFECTS. (2) CONSUMPTION OF ALCOHOLIC BEVERAGES IMPAIRS YOUR ABILITY TO DRIVE A CAR OR OPERATE MACHINERY, AND MAY CAUSE HEALTH PROBLEMS.

INGREDIENTS: Carbonated Water, Wine, Cane Sugar, Natural Flavors, Malic Acid, Potassium Sorbate, Sulfiting Agents (to preserve freshness)

750 ML (24.5 FL 0Z)
ME-VT-HI-IA-NY 5¢
MI 10¢

CA CRV
PLEASE RECYCLE

2020 CABERNET SAUVIGNON CELLARED AND BOTTLED BY

OAKVILLE CALIFORNIA USA

GOVERNMENT WARNING: (1) ACCORDING TO THE SURGEON GENERAL, WOMEN SHOULD NOT DRINK ALCOHOLIC BEVERAGES DURING PREGNANCY BECAUSE OF THE

RISK OF BIRTH DEFECTS. (2) CONSUMPTION OF ALCOHOLIC BEVERAGES IMPAIRS YOUR ABILITY TO DRIVE A CAR OR OPERATE MACHINERY, AND MAY CAUSE HEALTH PROBLEMS.

1.5 L ALC 14.5% BY VOL CONTAINS SULFITES









Stickers (not on cans)
Ink Jet
Stamp

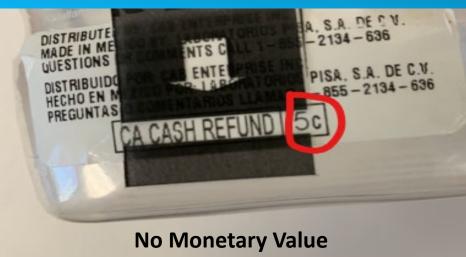


The CRV Message must be **clearly, prominently and indelibly** marked.

CCR 2000(a)(27) "Indelibly" means that the redemption message is permanently affixed on the beverage container from the point of purchase until the point of redemption and cannot be smeared or removed during regular use.



Not Acceptable CRV Messages







Must be Prominent from surrounding text



No Stickers on Can Lids



Font size must be 1/8" not Text Box





CRV Labeling Reviews

PDF or JPG digital images can be emailed

- The best images are the <u>die line artwork/proof sheets in 300 ppi</u> resolution that specifies the exact height/width dimensions.
- Non die line images: include exact height/width dimension of the label.
- Plastic containers: include additional picture of the resin code triangle.
- Aluminum cans: include additional picture of the can lid, & lid diameter.





CRV Labeling & QR Codes

SB 1013 allows QR codes to meet the CRV Labeling requirements. CalRecycle will be promulgating regulations in early 2024; however, because many wineries, distilleries and others are designing labels for use in late 2025 and beyond, we are providing guidance for QR Codes using the current statute:

§14561 (a) A beverage manufacturer shall clearly indicate on all beverage containers sold or offered for sale by that beverage manufacturer in this state the CA-CRV message, by either printing or embossing the beverage container or by securely affixing a clear and prominent stamp, label, or other device to the beverage container.





CRV Labeling & QR Codes

The QR Code must be <u>clearly, prominently and indelibly</u> marked and permanently affixed to the container.

- The QR Code must be in a contrasting color to the label/container.
- The QR Code image, before scanning, must be clear that it has information about the container's recyclability.
- When an individual opens the QR Code, it must immediately take the consumer to one of the 5 approved messages without having to scroll:

*California Redemption Value

*California Cash Refund

*CA CRV

*CA Redemption Value

*CA Cash Refund





For labeling assistance Please contact the Registration Units:

Registration Units (916) 323-1835

reg.crvlabeling@calrecycle.ca.gov





7. Account Maintenance, Report and Payment Basics – Participant Management Unit





Participant Management Unit & Your Account Representative

- Primary contact after registration
- Introductory phone call to review reporting and payment responsibilities
- Assists with Division of Recycling Integrated Information System (DORIIS) access
- Provides any training needed



Portal Access Request Form

State of C		BEVERAGE I	MANUFA	CTURE	R/DISTRIB			eycle) BCVCle
D	KIIS	WEB POF			QUEST FO		varin	buyuu -
			ITEM 1: EM	PLOTEE	NFORMATIC)N		
Name:		l			First			
Company Name:		Last	Email Add	ress:	FIRST			
Company Address:								
Work Phone:	Street ()				Fax:	City	ZIPC	ode
		ITEM 2: SUBMIT	REPORTS A	ND PAY	MENTS FOR	R ACCOUNT(S)		
				OUNTID#S				
BEVERA	GE MANU	FACTURER (BM) ID:	. 1		D	ISTRIBUTOR (D	8) ID#	
(EXAMPLE) BM 9999				(EXAMPLE) DS 9999				
		ITEM 3: DEA	CTIVATE P	RIOR EN	IPLOYEE AC	CESS		
Name:								
				Donat	hatas amall	address from AL	Laconio	4-
Email Address				Deaco	ivates erriair	address from AL	L accoun	18.
		ITEM 4: D	ECLARATION	ON AND	SIGNATUR	ES		
By signing and submithis form.	tting this for	m, I certify that I have re	ad, understand	d, and acce	pt the DORIIS A	coess Terms and Co	nditions of I	Use printed on
	ty of perjun	under the laws of the St	ate of Californ	ia that all t	he information	on this request form	n is true and	1
correct.		MINEN						
Authorize	d User:							(m. s.)
		(Signature)			(Printed Nam	e/Titlej		(Date)
Bu similar and cube	elittina this f	orm, I certify that I have r	and understa	od and acc	ant the PORTS	Access Yerms and f	Conditions of	files eduted
on this form.	nitting this is	orm, I certify that I have I	ead, understa	nd, and acc	ept the DONIS	Access Terms and C	onditions of	r Use printed
As a responsible party, I authorize this person to access the web portal account of the above-named entity and acknowledge that I am								
responsible for all use of the DORIIS portal and electronic submissions made by this person. I declare under penalty of perjury under the laws of the State of California that all the information on this request form is true and correct, that								
represent the above-named entity, and I am duly authorized to sign this request.								
Responsible Party:								
(Signature) (Printed Name/Title) (Date)								
(Email address) (Contact Phone Number)								
, , , , , , , , , , , , , , , , , , , ,								
Mail or Email Comple	Mail or Email Completed Form to: For State Use Only:							
CalRecycle			Receipt		Person	- State Oak Stilly		QC Complete
Participant Manage			Date:		Registry ID 8:			Date:
1001 Street MS 10C Sacramento, CA 95814			Reviewed by Initials:		Company Registry ID 8:			Organization Contact ID 8:
Participant/Management/Unit@CalRecycle.ca.gov Sent to Operations Date: Representative:								
. 0	_							

- Purpose: Access to the DORIIS system for reporting and payment of CRV and Processing Fees.
- When: After registration, an introductory email will include the Portal Access Request Form
- How: DORIIS Help Desk will send a username and password after form is submitted.





Distributor Reports and associated redemption payments must be received by the last day of the month following the month of sales.

Beverage Manufacturer Reports and associated processing fees must be submitted by the 10th day of the second month following the month of sales.

Distributor	Charge and Collect CRV	January 2024 Report & Payment DUE: 2/29/2024 (leap year)
Beverage Manufacturer	Track Sales and Transfers	January 2024 Report & Payment DUE: 3/10/2024





For registration or labeling questions: Registration Units (916) 323-1835

reg.crvlabeling@calrecycle.ca.gov

Participant Management General Contact: participantmanagementunit@calrecycle.ca.gov

Online registration form:

https://calrecycle.ca.gov/bevcontainer/bevdistman/registration/

Please enroll in CalRecycle's Listservs for future workshop or seminar announcements regarding SB 1013

https://www2.calrecycle.ca.gov/Listservs/





8. Questions and Answers

Q & A Button

or

Raise Your Hand

