

**DEPARTMENT OF RESOURCES RECYCLING AND RECOVERY**801 K STREET, MS 19-01, SACRAMENTO, CALIFORNIA 95814 • (916) 322-4027 • WWW.CALRECYCLE.CA.GOV**July 13, 2018****NOTICE****TO: Plastic Market Development Payment Program Participants****SUBJECT: PMDP Funding & Policy Changes For Calendar Years 2018 through 2022**

Senate Bill 854 (Chapter 51, statutes of 2018)¹ was enacted on June 28, 2018, as a part of California's budget. This notice serves to inform all Plastic Market Development Program (PMDP) participants of the changes instituted by this law effective July 1, 2018. The information below will explain how this newly enacted statute affects PMDP participants.

The new law extends the PMDP until July 1, 2022, and allows for up to \$15 million dollars for fiscal year 2018-19, and \$10 million for the following fiscal years until 2022. PMDP participants may now submit claims for the January – June 2018 period. A total of \$5 million is allocated for the 6-month period. The claims are due to CalRecycle by August 10, 2018. Claims for 3rd quarter and 4th quarter 2018 will be due at the normal regular schedule of no later than the tenth day of the second month following the reporting quarter and will be \$2.5 million per quarter.

In addition, the law redefines "Plastic Product" under this program. "Plastic product" is defined as a finished plastic product that requires no further thermoforming, shaping, or processing before being sold for its specified use. "Plastic product" does not include plastic flake, pellet, sheet, or any other form that is an output from a reclaimer's processing of empty plastic beverage containers.

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

¹ http://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=201720180SB854

