

A collection of plastic bottles and a metal can, representing plastic waste. The image shows several clear plastic bottles, a blue plastic bottle, and a blue metal can with a pull-tab lid. The background is a light blue gradient with a white curved line separating the top image from the text below.

Plastic Market Development Payment Overview

November 14, 2013



Introduction

- The PMDP program was established as a result of Assembly Bill (AB) 3056 (Hancock, Chapter 907, Statutes of 2006). Public Resources Code (ACT), Section §14549.2, authorized CalRecycle, subject to the availability of funds, to pay PMDP up to \$10 million each calendar year to eligible participants.
- California Code of Regulations (CCR), Section §2880, was implemented in June 2007, in support of the statute.
- The program was originally set to sunset on January 1, 2011 but [AB 1149 \(Gordon and Wieckowski\)](#), extends the sunset to 2017.



Intent and Goal of PMDP Program

- Provide an incentive to manufacturers for new products created.
- Encourage increased use of California generated recycled beverage container materials.
- Keep jobs in California.
- Close the loop.



PMDP Criteria

- Currently up to \$150 per ton is paid to a certified entity (i.e., processor) for washing and producing flake, pellet and or sheeting; and a product manufacturer using the plastic material from the certified entity to manufacture a plastic product in the state.



PMDP Growth

- Since 2007, CalRecycle expended over \$44.2 million in PMD payments to both certified entities (plastic reclaimers) and product manufacturers.
- In 2007 - the program started with five (5) entities and twenty (20) product manufacturers.
- Currently , the program has grown to eight (8) entities and thirty-one (31) product manufacturers.
- Over 20,000 tons of recycled plastic beverage containers were processed and made into new products in 2007.
- By 2012, the number of recycled plastic beverage containers processed and made into new products increased to 78,000 tons.



Eligibility for PMDP Going Forward (Effective CY 2014)

- A product manufacturer may receive up to \$150 per ton using material from a certified entity to manufacture a plastic product in the state.
- A certified entity washing and producing flake, pellet, or other form usable for a product manufacturer from empty plastic beverage containers collected in the state for recycling.
- A certified entity will not receive PMD payment.



Questions?

Contact Information:

Veronica Guzman Martin

veronica.martin@calrecycle.ca.gov

(916) 445-0597