

## GOV. MSG. NO. 659

#### **EXECUTIVE CHAMBERS**

HONOLULU

LINDA LINGLE GOVERNOR

July 6, 2010

The Honorable Colleen Hanabusa, President and Members of the Senate Twenty-Fifth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813

Dear Madam President and Members of the Senate:

I am transmitting herewith HB2239 SD2 CD1, without my approval, and with the statement of objections relating to the measure.

HB2239 SD2 CD1

A BILL FOR AN ACT RELATING TO THE DEPOSIT BEVERAGE CONTAINER PROGRAM.

Sincerely,

LINDA LINGLE

# EXECUTIVE CHAMBERS HONOLULU

July 6, 2010

STATEMENT OF OBJECTIONS TO HOUSE BILL NO. 2239

Honorable Members Twenty-Fifth Legislature State of Hawaii

Pursuant to Section 16 of Article III of the Constitution of the State of Hawaii, I am returning herewith, without my approval, House Bill No. 2239, entitled "A Bill for an Act Relating to the Deposit Beverage Container Program."

The purpose of this bill is to expand the Hawaii Beverage Container Deposit Program by removing the current recycling program exemption for liquid dietary supplement containers starting July 1, 2010.

This bill is objectionable because the inclusion of liquid dietary supplement containers will make it difficult to recycle these containers, it will not be possible to implement by the bill's effective date, and will have a negative impact on consumers during these difficult economic times.

First, this bill would include liquid dietary supplement containers in the Deposit Beverage Container Program on July 1, 2010. There is no phase-in period, as there was when the original program began. As a result, the industry will not be able to comply with the bill's requirements since it would become law on July 1, 2010, and that date has already passed.

Second, this additional fee on liquid dietary supplement containers will impact Hawaii consumers by increasing the cost of drinking dietary supplements and health-related beverages. The fee increase would occur at a time when Hawaii families are still feeling the impacts of the recession and when it is important for Government to take steps to limit the cost of living increases imposed on our families.

STATEMENT OF OBJECTIONS HOUSE BILL NO. 2239 Page 2

Finally, redeeming the refund value of these containers will be inconvenient because reverse vending machines do not accommodate energy drink and dietary supplement containers, many of which are neither standard in size nor shape. Currently, reverse vending machines already have trouble identifying non-standard containers with HI5 labels, thus forcing consumers to either make another trip to a redemption center or throw away the containers, thus losing their refund.

For the foregoing reasons, I am returning House Bill No. 2239 without my approval.

Respectfully,

LINDA LINGLE

Governor of Hawaii

HOUSE OF REPRESENTATIVES TWENTY-FIFTH LEGISLATURE, 2010 STATE OF HAWAII



### A BILL FOR AN ACT

RELATING TO THE DEPOSIT BEVERAGE CONTAINER PROGRAM.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that dietary supplements 2 are excluded from the definition of "deposit beverage" under 3 section 342G-101, Hawaii Revised Statutes, and their containers are excluded from the deposit beverage container program. has also been a significant increase in the number of beverages 5 that are marketed as "energy" or "dietary" supplement drinks. 6 7 Although not required by law, some of these products are labeled 8 with the Hawaii recyclable refund label (HI-5¢) and are often 9 sold in containers that are recyclable plastic, aluminum, or 10 The legislature further finds that the intended uses of these purported "energy" and "dietary" supplements are similar 11 12 to, if not the same as, the intended use of many other sports 13 drinks, sodas, and juice beverages that are sold in containers 14 subject to the deposit beverage container program.

The purpose of this Act is to include energy and dietary

supplement beverage containers in the deposit beverage container

program.

1	SECTION 2. Section 342G-101, Hawaii Revised Statutes, is		
2	amended by amending the definition of "deposit beverage" to read		
3	as follows:		
4	""Deposit beverage" means beer, ale, or other drink		
5	produced by fermenting malt, mixed spirits, mixed wine, tea and		
6	coffee drinks regardless of dairy-derived product content, soda		
7	or noncarbonated water, and all nonalcoholic drinks in liquid		
8	form and intended for internal human consumption that is		
9	contained in a deposit beverage container.		
10	The term "deposit beverage" excludes the following:		
11	(1) A liquid which is:		
12	(A) A syrup;		
13	(B) In a concentrated form; or		
14	(C) Typically added as a minor flavoring ingredient		
15	in food or drink, such as extracts, cooking		
16	additives, sauces, or condiments;		
17	(2) A liquid which is a drug, medical food or infant		
18	formula as defined by the Federal Food, Drug, and		
19	Cosmetic Act (21 U.S.C. §301 et seq.);		
20	[(3) A-liquid which is designed and consumed only as a		
21	dictary supplement and not as a beverage as defined in		

1		the Dietary Supplement Health and Education Act of
2		1994 (P.L. 103-417);
3	<del>(4)</del> ]	(3) Products frozen at the time of sale to the
4		consumer, or, in the case of institutional users such
5		as hospitals and nursing homes, at the time of sale to
6		the users;
7	[ <del>(5)</del> ]	(4) Products designed to be consumed in a frozen
8	• .	state;
9	[ <del>-(6)-</del> ]	(5) Instant drink powders;
10	[ <del>-(7)</del> -]	(6) Seafood, meat, or vegetable broths, or soups, but
11		not juices; and
12	[ <del>-(8)</del> -]	(7) Milk and all other dairy-derived products, except
13		tea and coffee drinks with trace amounts of these
14		products."
15	SECT	ION 3. Statutory material to be repealed is bracketed
16	and stric	ken. New statutory material is underscored.
17	SECT	ION 4. This Act shall take effect on July 1, 2010.