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AN ACT concerning the environment.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 1. Short title. This Act may be cited as the
Mercury Switch Removal Act.

6 Section 3. Legislative findings. The General Assembly7 finds:

8 (a) That switches containing mercury have been used for 9 convenience lighting and anti-lock braking systems in vehicles 10 sold in the State of Illinois.

(b) That mercury from the switches may be released into the environment when end-of-life vehicles are flattened, crushed, baled, shredded, melted, or otherwise processed for recycling.

14 (c) That removing mercury switches from end-of-life 15 vehicles is an effective way to prevent mercury from being 16 released into the environment.

17 (d) That it is in the public interest of the residents of 18 the State of Illinois to reduce the quantity of mercury 19 entering the environment by removing mercury switches from 20 end-of-life vehicles.

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Section 5. Definitions. For the purposes of this Act: "Agency" means the Environmental Protection Agency.

"Capture rate" means the number of convenience light 23 24 mercury switches removed from end-of-life vehicles prior to the vehicle being flattened, crushed, 25 baled, shredded, or otherwise processed for recycling as a percentage of the total 26 27 number of convenience light mercury switches available for removal from end-of-life vehicles that are flattened, crushed, 28 29 shredded, or otherwise processed for recycling.

30 "End-of-life vehicle" means any vehicle that is sold, 31 given, or otherwise conveyed to a vehicle recycler or scrap HB5578 Engrossed - 2 - LRB094 19563 RSP 55658 b

1 metal recycler for the purpose of resale of its parts or 2 recycling.

3 "Manufacturer" means a person who is the last person in the 4 production or assembly process of a new motor vehicle that uses 5 one or more mercury switches or, in the case of an imported 6 vehicle, the importer or domestic distributor of the vehicle. 7 "Manufacturer" does not include any person engaged in the 8 business of selling new motor vehicles at retail or converting or modifying new motor vehicles after the production or 9 10 assembly process.

"Mercury switch" means each mercury-containing capsule or mercury-containing switch assembly that is part of a convenience light switch assembly or part of an anti-lock braking system assembly installed in a vehicle. An anti-lock braking system assembly may contain more than one mercury switch.

17 "Person" means any individual, partnership, 18 co-partnership, firm, company, limited liability company, 19 corporation, association, joint stock company, trust, estate, 20 political subdivision, State agency, or any other legal entity, 21 or their legal representative, agent, or assigns.

"Scrap metal recycler" means a person who engages in the business of shredding or otherwise processing end-of-life vehicles or other scrap metal into prepared grades and whose principal product is scrap iron, scrap steel, or nonferrous metallic scrap for sale for remelting purposes.

27 "Vehicle" means "motor vehicle" as that term is defined in 28 the Illinois Vehicle Code, but excluding second division 29 vehicles weighing more than 8,000 pounds.

30 "Vehicle crusher" means a person, other than a vehicle 31 recycler or a scrap metal recycler, who engages in the business 32 of flattening, crushing, or otherwise processing end-of-life 33 vehicles for recycling. Vehicle crushers include, but are not 34 limited to, persons who use fixed or mobile equipment to 35 flatten or crush end-of-life vehicles for a vehicle recycler or 36 a scrap recycler. HB5578 Engrossed - 3 - LRB094 19563 RSP 55658 b

1 "Vehicle recycler" means a person who engages in the 2 business of acquiring, dismantling, removing parts from, or 3 destroying 6 or more end-of-life vehicles in a calendar year 4 for the primary purpose of reselling the vehicle parts.

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Section 10. Removal requirements.

6 (a) Mercury switches removed from end-of-life vehicles
7 must be managed in accordance with the Environmental Protection
8 Act and regulations adopted thereunder.

9 (b) No person shall represent that all mercury switches 10 have been removed from a vehicle if all mercury switches have 11 not been removed from the vehicle, except where a mercury 12 switch cannot be removed from the vehicle because the switch is 13 inaccessible due to significant damage to the vehicle in the 14 area surrounding the switch.

(c) Consistent with the protection of confidential business information, vehicle recyclers, vehicle crushers, and scrap metal recyclers that remove mercury switches from end-of-life vehicles must maintain records documenting the following for each calendar quarter:

20 (1) the number of mercury switches the vehicle 21 recycler, vehicle crusher, or scrap metal recycler removed 22 from end-of-life vehicles;

(2) the number of end-of-life vehicles received by the
vehicle recycler, vehicle crusher, or scrap metal recycler
that contain one or more mercury switches;

(3) the number of end-of-life vehicles the vehicle
recycler, vehicle crusher, or scrap metal recycler
flattened, crushed, shredded, or otherwise processed for
recycling; and

30 (4) the make and model of each car from which one or
31 more mercury switches was removed by the vehicle recycler,
32 vehicle crusher, or scrap metal recycler.

33 The records required under this subsection (c) must be 34 retained at the vehicle recycler's or scrap metal recycler's 35 place of business for a minimum of 3 years and made available

for inspection and copying by the Agency during normal business
 hours.

(d) For the period of July 1, 2006 though June 30, 2007 and 3 for each period of July 1 though June 30 thereafter, no later 4 5 than 45 days after the close of the period vehicle recyclers, 6 vehicle crushers, and scrap metal recyclers that remove mercury switches from end-of-life vehicles must submit to the Agency an 7 annual report containing the following information for the 8 9 period: (i) the number of mercury switches the vehicle recycler, vehicle crusher, or scrap metal recycler removed from 10 end-of-life vehicles; (ii) the number of end-of-life vehicles 11 12 received by the vehicle recycler, vehicle crusher, or scrap 13 metal recycler that contain one or more mercury switches, and (iii) the number of end-of-life vehicles the vehicle recycler, 14 15 vehicle crusher, or scrap metal recycler flattened, crushed, 16 shredded, or otherwise processed for recycling. Data required 17 to be reported to the United States Environmental Protection Agency under federal law or regulation may be used in meeting 18 19 requirements of this subsection (d), if the data contains the 20 information required under items (i), (ii), and (iii) of this subsection. 21

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Section 15. Mercury switch collection programs.

23 (a) Within 60 days of the effective date of this Act, manufacturers of vehicles in Illinois that contain mercury 24 25 switches must begin to implement a mercury switch collection 26 program that facilitates the removal of mercury switches from 27 end-of-life vehicles prior to the vehicles being flattened, 28 crushed, shredded, or otherwise processed for recycling and to 29 collect and properly manage mercury switches in accordance with 30 the Environmental Protection Act and regulations adopted 31 thereunder. In order to ensure that the mercury switches are removed and collected in a safe and consistent manner, 32 manufacturers must, to the extent practicable, use 33 the end-of-life vehicle 34 currently available recycling infrastructure. The collection program must be designed to 35

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achieve capture rates of not less than (i) 35% for the period of July 1, 2006, through June 30, 2007; (ii) 50% for the period of July 1, 2007, through June 30, 2008; and (iii) 70% for the period of July 1, 2008, through June 30, 2009 and for each subsequent period of July 1 through June 30. At a minimum, the collection program must:

7 (1) Develop and provide educational materials that
8 include guidance as to which vehicles may contain mercury
9 switches and procedures for locating and removing mercury
10 switches. The materials may include, but are not limited
11 to, brochures, fact sheets, and videos.

12 (2) Conduct outreach activities to encourage vehicle 13 recyclers and vehicle crushers to participate in the 14 mercury switch collection program. The activities may 15 include, but are not limited to, direct mailings, 16 workshops, and site visits.

17 (3) Provide storage containers to participating
18 vehicle recyclers and vehicle crushers for mercury
19 switches removed under the program.

(4) Provide a collection and transportation system to
periodically collect and replace filled storage containers
from vehicle recyclers, vehicle crushers, and scrap metal
recyclers, either upon notification that a storage
container is full or on a schedule predetermined by the
manufacturers.

(5) Establish an entity that will serve as a point of
contact for the collection program and that will establish,
implement, and oversee the collection program on behalf of
the manufacturers.

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(6) Track participation in the collection program and the progress of mercury switch removals and collections.

32 (b) Within 90 days of the effective date of this Act, 33 manufacturers of vehicles in Illinois that contain mercury 34 switches must submit to the Agency an implementation plan that 35 describes how the collection program under subsection (a) of 36 this Section will be carried out for the duration of the HB5578 Engrossed - 6 -

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program and how the program will achieve the capture rates set forth in subsection (a) of this Section. At a minimum, the implementation plan must:

4 (A) Identify the educational materials that will
5 assist vehicle recyclers, vehicle crushers, and scrap
6 metal processors in identifying, removing, and properly
7 managing mercury switches removed from end-of-life
8 vehicles.

9 (B) Describe the outreach program that will be 10 undertaken to encourage vehicle recyclers and vehicle 11 crushers to participate in the mercury switch collection 12 program.

13 (C) Describe how the manufacturers will ensure that 14 mercury switches removed from end-of-life vehicles are 15 managed in accordance with the Illinois Environmental 16 Protection Act and regulations adopted thereunder.

(D) Describe how the manufacturers will collect and
document the information required in the quarterly reports
submitted pursuant to subsection (e) of this Section.

20 (E) Describe how the collection program will be21 financed and implemented.

(F) Identify the manufacturer's address to which the
Agency should send the notice required under subsection (f)
of this Section.

25 The Agency shall review the collection program plans it 26 receives for completeness and shall notify the manufacturer in 27 writing if a plan is incomplete. Within 30 days after receiving 28 notification of incompleteness from the а Agency the 29 manufacturer shall submit to the Agency a plan that contains 30 all of the required information.

(c) The Agency must provide assistance to manufacturers in 31 32 their implementation of the collection program required under Section. The shall include 33 this assistance providing 34 manufacturers with information about businesses likely to be engaged in vehicle recycling or vehicle crushing, conducting 35 36 site visits to promote participation in the collection program,

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and assisting with the scheduling, locating, and staffing of workshops conducted to encourage vehicle recyclers and vehicle crushers to participate in the collection program.

Manufacturers subject to the collection program 4 (d) 5 requirements of this Section shall provide, to the extent practicable, the opportunity for trade associations of vehicle 6 recyclers, vehicle crushers, and scrap metal recyclers to be 7 8 involved in the delivery and dissemination of educational 9 materials regarding the identification, removal, collection, 10 and proper management of mercury switches in end-of-life 11 vehicles.

12 (e) For the calendar quarter ending March 31, 2007, and for 13 each calendar quarter thereafter, not later than 45 days following the close of the calendar quarter manufacturers 14 15 subject to the collection program requirements of this Section 16 must submit to the Agency a quarterly report that contains the 17 following information: (i) the number of vehicle recyclers, vehicle crushers, and scrap metal recyclers participating in 18 19 the manufacturer's collection program during the reported 20 quarter, (ii) the number of mercury switches removed from end-of-life vehicles during the reported quarter by the vehicle 21 recyclers, vehicle crushers, and scrap metal recyclers 22 23 participating in the program, and (iii) the amount of mercury collected and recycled through the manufacturer's collection 24 25 program during the reported calendar quarter.

26 (f) If the reports required under this Act indicate that 27 the capture rates set forth in subsection (a) of this Section for the period of July 1, 2007, though June 30, 2008, or for 28 29 any subsequent period have not been met the Agency shall 30 provide notice that the capture rate was not met; provided, 31 however, that the Agency is not required to provide notice if 32 it determines that the capture rate was not met due to a force majeure. The Agency shall provide the notice by posting a 33 34 statement on its website and by sending a written notice via 35 certified mail to the manufacturers subject to the collection 36 program requirement of this Section at the addresses provided

1 in the manufacturers' collection plans. Once the Agency 2 provides notice pursuant to this subsection (f) it is not 3 required to provide notice in subsequent periods in which the 4 capture rate is not met.

5 (g) Beginning 30 days after the Agency first provides 6 notice pursuant to subsection (f) of this Section, the 7 following shall apply:

(1) Vehicle recyclers must remove all mercury switches 8 from end-of-life vehicles prior to delivering the vehicles 9 10 to an on-site or off-site vehicle crusher or to a scrap 11 metal recycler, provided that a vehicle recycler is not 12 required to remove a mercury switch that is inaccessible due to significant damage to the vehicle in the area 13 surrounding the mercury switch that occurred prior to the 14 vehicle recycler's receipt of the vehicle in which case the 15 16 damage must be noted in the records the vehicle recycler is 17 required to maintain under Section 10(c) of this Act.

(2) No vehicle recycler, vehicle crusher, or scrap 18 metal recycler shall flatten, crush, or otherwise process 19 20 an end-of-life vehicle for recycling unless all mercury switches have been removed from the vehicle, provided that 21 a mercury switch that is inaccessible due to significant 22 23 damage to the vehicle in the area surrounding the mercury switch that occurred prior to the vehicle recycler's or the 24 25 vehicle crusher's receipt of the vehicle is not required to 26 be removed. The damage must be noted in the records the 27 vehicle recycler or vehicle crusher is required to maintain under Section 10(c) of this Act. 28

(3) Notwithstanding subsection (g) (1) of this Section, 29 30 a scrap metal recycler may agree to accept an end-of-life 31 vehicle that contains one or more mercury switches and that has not been flattened, crushed, shredded, or otherwise 32 processed for recycling provided the scrap metal recycler 33 removes all mercury switches from the vehicle before the 34 vehicle is flattened, crushed, shredded, or otherwise 35 processed for recycling. Scrap metal recyclers are not 36

1 required to remove a mercury switch that is inaccessible 2 due to significant damage to the vehicle in the area 3 surrounding the mercury switch that occurred prior to the 4 scrap metal recycler's receipt of the vehicle. The damage 5 must be noted in the records the scrap metal recycler is 6 required to maintain under Section 10(c) of this Act.

(4) Manufacturers subject to the collection program 7 requirements of this Section must provide to vehicle 8 9 recyclers, vehicle crushers, and scrap metal recyclers the following compensation for all mercury switches removed 10 11 from end-of-life vehicles on or after the date of the 12 notice: \$2.00 for each mercury switch removed by the vehicle recycler, vehicle crusher, or the scrap metal 13 recycler, the costs of the containers in which the mercury 14 switches are collected, and the costs of packaging and 15 16 transporting the mercury switches off-site. Payment of 17 this compensation must be provided in a prompt manner.

(h) In meeting the requirements of this Section
manufacturers may work individually or as part of a group of 2
or more manufacturers.

Section 20. Evaluation. At the end of calendar year 2007, 21 22 and at the end of each year thereafter through calendar year 23 2016, the Agency shall meet with manufacturers subject to the collection program requirements of Section 15 of this Act to 24 25 review the performance of the manufacturers' mercury switch 26 collection program, provided that the manufacturers must 27 request such a meeting. If the program is not accomplishing the objectives set forth in the implementation plan the Agency may 28 29 recommend modifications to the program or recommend the investigation of additional methods to promote the removal, 30 31 collection, and proper management of mercury switches from end-of-life vehicles. 32

33 Section 25. Agency recommendations. Every 3 years the 34 Agency shall make a recommendation to the General Assembly as HB5578 Engrossed - 10 - LRB094 19563 RSP 55658 b

1 to whether the \$2 fee required under Section 15 of this Act 2 should be modified to ensure adequate compensation for the removal of mercury switches from end-of-life vehicles. In 3 developing its recommendations, the Agency shall seek comments 4 5 or information from interested persons, including, but not 6 limited to, representatives of vehicle recyclers, scrap metal 7 recyclers, vehicle manufacturers, steel and iron manufacturers, and environmental groups. 8

9 Section 30. All information required to be submitted to the
10 Agency under this Act must be submitted on forms prescribed by
11 the Agency.

Section 35. The Agency shall have the duty to investigate violations of this Act.

14 Section 40. Penalties.

(a) Any manufacturer that willfully or knowingly violates 15 any provision of this Act or willfully or knowingly fails to 16 17 perform any duty imposed by this Act shall be liable for a civil penalty not to exceed \$1,000 for the violation and an 18 additional civil penalty not to exceed \$1,000 for each day the 19 20 violation continues, and shall be liable for a civil penalty not to exceed \$5,000 for a second or subsequent violation and 21 an additional civil penalty not to exceed \$1,000 for each day 22 the second or subsequent violation continues. 23

(b) Any vehicle recycler, vehicle crusher, or scrap metal recycler that willfully or knowingly violates any provision of this Act or fails to perform any duty imposed by this Act shall be liable for a civil penalty not to exceed \$250 for the first violation and not to exceed \$500 for a second or subsequent violation.

30 (c) The penalties provided for in this Section may be 31 recovered in a civil action brought in the name of the people 32 of the State of Illinois by the State's Attorney of the county 33 in which the violation occurred or by the Attorney General. HB5578 Engrossed - 11 - LRB094 19563 RSP 55658 b

1 Without limiting any other authority that may exist for the 2 awarding of attorney's fees and costs, a court of competent jurisdiction may award costs and reasonable attorney's fees, 3 including the reasonable costs of expert witnesses and 4 5 consultants, to the State's Attorney or the Attorney General in 6 a case where he or she has prevailed against a person who has committed a willful, knowing, or repeated violation of this 7 Act. Any funds collected under this Section in an action in 8 9 which the Attorney General has prevailed shall be deposited in the Hazardous Waste Fund established under the Environmental 10 11 Protection Act. Any funds collected under this Section in an action in which a State's Attorney has prevailed shall be 12 retained by the county in which he or she serves. 13

(d) The State's Attorney of the county in which the violation occurred or the Attorney General may, at the request of the Agency or on his or her own motion, institute a civil action for an injunction, prohibitory or mandatory, to restrain violations of this Act or to require such other actions as may be necessary to address violations of this Act.

(e) The penalties and injunctions provided in this Act are in addition to any penalties, injunctions, or other relief provided under any other law. Nothing in this Act shall bar a cause of action by the State for any other penalty, injunction, or relief provided by any other law.

25 45. Manufacturers subject to the collection Section 26 program requirement of Section 15 of this Act shall indemnify, 27 defend, and hold harmless vehicle recyclers, vehicle crushers, 28 and scrap metal recyclers for any liabilities arising from 29 releases from a mercury switch after the switch is transferred 30 under the manufacturer's collection program to the 31 manufacturer or its agent, provided that the switch has been managed in accordance with the Environmental Protection Act and 32 33 regulations adopted thereunder prior to the transfer.

Section 50. If the Agency determines that the requirements

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1 of this Act are no longer necessary because a federal program 2 provides equal or greater protection of human health and safety 3 and the environment in this State, the Agency shall submit a 4 report of its determination to the General Assembly. In making its determination the Agency shall seek comments or information 5 from interested persons, including, but not limited to, 6 7 representatives of vehicle recyclers, vehicle crushers, scrap 8 metal recyclers, vehicle manufacturers, steel and iron manufacturers, and environmental groups. 9

Section 55. Repealer. This Act is repealed on January 1, 2011.

Section 99. Effective date. This Act takes effect upon becoming law.