# 立法會 Legislative Council

LC Paper No. CB(1) 2101/08-09 (These minutes have been seen by the Administration)

Ref: CB1/SS/4/08/1

## Subcommittee on Product Eco-responsibility (Plastic Shopping Bags) Regulation

Minutes of sixth meeting held on Thursday, 19 March 2009, at 8:30 am in Conference Room A of the Legislative Council Building

**Members present**: Hon Audrey EU Yuet-mee, SC, JP (Chairman)

Hon Vincent FANG Kang, SBS, JP

Hon Andrew LEUNG Kwan-yuen, SBS, JP

Hon WONG Ting-kwong, BBS

Hon KAM Nai-wai, MH Hon CHAN Hak-kan Hon Tanya CHAN

**Members absent**: Hon Albert CHAN Wai-yip

Hon LEE Wing-tat

Public officers attending

: Mr Edward YAU

Secretary for the Environment

Mr Albert LAM

Deputy Director of Environmental Protection

**Environmental Protection Department** 

Mr Alfred LEE

Assistant Director (Waste Management Policy)

**Environmental Protection Department** 

Mr Kenneth CHAN

Principal Environmental Protection Officer (Territorial

Control)

**Environmental Protection Department** 

Mr TE Chi-wang

Senior Administrative Officer (Waste Management Policy

Division)

**Environmental Protection Department** 

#### **Department of Justice**

Miss Shandy LIU Senior Government Counsel Law Drafting Division

**Clerk in attendance** : Miss Becky YU

Chief Council Secretary (1)1

**Staff in attendance**: Miss Kitty CHENG

Assistant Legal Adviser 5

Mrs Mary TANG

Senior Council Secretary (1)2

# I. Meeting with the Administration

(LC Paper No. CB(1) 1026/08-09(01)	<ul> <li>List of follow-up actions arising from the discussion at meeting on 11 March 2009</li> </ul>	_
LC Paper No. CB(1) 1063/08-09(01)	<ul> <li>List of follow-up actions arisis</li> </ul>	ing
		the
	meeting on 13 March 2009	
LC Paper No. CB(1) 1063/08-09(03)	<ul> <li>List of follow-up actions arisis</li> </ul>	ing
	from the discussion at	the
	meeting on 16 March 2009	
LC Paper No. CB(1) 1036/08-09(03)	<ul><li>Administration's response</li></ul>	to.
-	CB(1) 1026/08-09(01)	
LC Paper No. CB(1) 1088/08-09(01)	<ul><li>Administration's response</li></ul>	to
-	CB(1) 1063/08-09(01)	
LC Paper No. CB(1) 1088/08-09(02)	<ul><li>Administration's response</li></ul>	to
_	item 1 of CB(1) 1063/08-09(03	3)
LC Paper No. CB(1) 1088/08-09(03)	— Further submission from	om
	Green.Recycling)	

# Other relevant papers

(LC Paper No. CB(1) 966/08-09(20)	- Assistant Legal Adviser's letter
-	dated 25 February 2009 to the
	Administration
LC Paper No. CB(1) 966/08-09(21)	<ul> <li>Assistant Legal Adviser's letter</li> </ul>
	dated 27 February 2009 to the
	Administration
LC Paper No. CB(1) 1002/08-09(01)	— Administration's response to
	CB(1) 966/08-09(20) and (21)
LC Paper No. CB(1) 1002/08-09(02)	— List of follow-up actions arising

from

the

discussion

the

meeting on 5 March 2009

LC Paper No. CB(1) 1036/08-09(01) — Administration's response to item 1 of CB(1) 1002/08-09(02)

LC Paper No. CB(1) 1036/08-09(02) — Administration's response to item 2 of CB(1) 1002/08-09(02))

The Subcommittee deliberated (Index of proceedings attached at Annex).

### 2. The <u>Administration</u> was requested to -

- (a) in addition to the performance pledge in respect of applications for registration of registered retailers/retail outlets, also include in the speech to be delivered by the Secretary for Environment at the moving of the resolution on the Regulation that the Environmental Protection Department would accommodate the special needs of an applicant in unforeseen circumstances as far as possible;
- (b) review proposed section 8(5) in the light of the Administration's agreement to accept certified true copy of the business registration of the headquarters of a third party operator as a criterion to establish the fact that a certain area was indeed occupied by a third party operation in a host registered retail outlet; and
- (c) provide a paper to the Panel on Environmental Affairs setting out details of the dedicated survey on plastic shopping bags (PSB) conducted in 2005, including the number of PSB collected from the 140 waste samples, the statistical approach/factor adopted in arriving at disposal figures for PSB from various types of retailers. To also include in the paper the methodology to be adopted for the dedicated survey on the disposal of PSB before the commencement of the scheme and annually thereafter. Consideration should be given to inviting the retail trade to observe how the survey would be conducted. A more accurate way to ascertain the total number of PSB used in Hong Kong would be to obtain such figures from manufacturers/importers/Customs and Excise Department.
- 3. <u>Members</u> agreed that the Chairman would make a verbal report to the House Committee on the deliberation of the Subcommittee on Friday, 20 March 2009. They also noted that the deadline for giving notice of motion to amend the Regulation was 15 April 2009.

#### II. Any other business

4. There being no other business, the meeting ended at 10:37 am.

Council Business Division 1
<u>Legislative Council Secretariat</u>
29 June 2009

### Subcommittee on Product Eco-responsibility (Plastic Shopping Bags) Regulation

# Proceedings of the meeting on Thursday, 19 March 2009, at 8:30 am in Conference Room A of the Legislative Council Building

Mr Andrew LEUNG Administration Mr WONG Ting-kwong Mr KAM Nai-wai  Members' requests -  (a) certified true copy of business registration certificate (BRC) of headquarters should be accepted as proof of third party operations, many of which had to start business within a short notice  (b) Type 2 exemption should be processed expeditiously to facilitate third party operations, many of which had to start business within a short notice  Administration's agreement to -  (a) accept certified true copy of BRC of headquarters as a criterion to establish that a cretain area was indeed occupied by the third party operator;  (b) accommodate special needs of retailers in unforeseen circumstances as far as possible;  (c) further revise section 8(5)(a) to exempt the part of the area of an registered retail outlet used for	Time marker	Speaker	Subject(s)	Action required
Agenda Item I - Meeting with the Administration    O00201 - 004203	000110 000200	CI.:		
O00201 - 004203 Chairman Mr Andrew LEUNG Administration Mr WONG Ting-kwong Mr KAM Nai-wai  Members' requests -  (a) certified true copy of business registration certificate (BRC) of headquarters should be accepted as proof of third party operation; (b) Type 2 exemption should be processed expeditiously to facilitate third party operations, many of which had to start business within a short notice  Administration's agreement to -  (a) accept certified true copy of BRC of headquarters as a criterion to establish that a certain area was indeed occupied by the third party operator;  (b) accommodate special needs of retailers in unforeseen circumstances as far as possible; and  (c) further revise section 8(5)(a) to exempt the part of the area of an registered retail outlet used for sagreement to sagreement to sagreement to sexempt the part of the area of an registered retail outlet used for sagreement to sagreement to sexempt the part of the area of an registered retail outlet used for sagreement to sagreement to sexempt the part of the area of an registered retail outlet used for sagreement to sagreement to sexempt the part of the area of an registered retail outlet used for sagreement to sagreement to sexempt the part of the area of an registered retail outlet used for sagreement to sagreement to sexempt the part of the area of an registered retail outlet used for sagreement to sagreement to sexempt the part of the area of an registered retail outlet used for sagreement to sagreement to sexempt the part of the area of an registered retail outlet used for sagreement to sagreement sagreement sagreement sagreement sagreement sagreement sagreement sagreement sa	000119 - 000200	Chairman	Opening remarks	
Mr Andrew LEUNG Administration Mr WONG Ting-kwong Mr KAM Nai-wai  Members' requests -  (a) certified true copy of business registration certificate (BRC) of headquarters should be accepted as proof of third party operation;  (b) Type 2 exemption should be processed expeditiously to facilitate third party operations, many of which had to start business within a short notice  Administration's agreement to -  (a) accept certified true copy of BRC of headquarters as a criterion to establish that a certain area was indeed occupied by the third party operator;  (b) accommodate special needs of retailers in unforeseen circumstances as far as possible;  (c) further revise section 8(5)(a) to exempt the part of the area of an registered retail outlet used for	Agenda Item I - Me	eeting with the Administra	ution	
third party registered under Business Registration Ordinance (Cap.310); and the  (d) delete proposed section 8(5)(b)  true copy of the business registration of the	000201 - 004203	Mr Andrew LEUNG Administration Mr WONG Ting-kwong	Type 2 exemption for third party operation under proposed sections 8 and 9 of the Regulation  Members' requests -  (a) certified true copy of business registration certificate (BRC) of headquarters should be accepted as proof of third party operation;  (b) Type 2 exemption should be processed expeditiously to facilitate third party operations, many of which had to start business within a short notice  Administration's agreement to -  (a) accept certified true copy of BRC of headquarters as a criterion to establish that a certain area was indeed occupied by the third party operator;  (b) accommodate special needs of retailers in unforeseen circumstances as far as possible;  (c) further revise section 8(5)(a) to exempt the part of the area of an registered retail outlet used for the purpose of a business of a third party registered under Business Registration Ordinance (Cap.310); and  (d) delete proposed section 8(5)(b)	(a) include in the speech to be delivered by the Secretary for Environment at the moving of the resolution on the Regulation that the Environmental Protection Department would accommodate the special needs of an applicant in unforeseen circumstances as far as possible; and  (b) review proposed section 8(5) in the light of the Administration's agreement to accept certified true copy of the business registration of the headquarters of

Time marker	Speaker	Subject(s)	Action required
		third party operator to display BRC	operator as a criterion to establish the fact that a certain area was indeed occupied by a third party operation in a host registered retail outlet
004204 - 005125	Chairman Administration Mr Vincent FANG	Examination of the proposed amendments to the Regulation as set out in LC Paper No. CB(1) 1088/08-09	
005126 - 005720	Chairman Mr Vincent FANG Mr WONG Ting-kwong Administration	Discussion on the meaning of "the number of bags so provided is not more than necessary for carrying those goods" under proposed section 9(4)(b)	
005721 - 011452	Chairman Mr Vincent FANG Administration Mr WONG Ting-kwong	Proposed section 12 - Submission of quarterly retrurns  Mr Vincent FANG's concern on the need for department stores to submit quarterly returns on plastic shopping bags (PSB) distributed at exempted areas selling non-specified goods  Administration's explanation -  (a) need to account for PSB used by the whole department store to facilitate cross-checking; and  (b) the reporting arrangement for PSB provided at exempted counters would be reviewed in the light of actual experience gained following implementation of the levy scheme	
011453 - 011552	Chairman Mr Vincent FANG Administration	Mr Vincent FANG's proposal to amend the Regulation to dispense with the need to submit quarterly returns on the number of PSB distributed from an exempted area	

Time marker	Speaker	Subject(s)	Action required
011553 -013405	Chairman Mr WONG Ting-kwong Administration Mr Vincent FANG Mr KAM Nai-wai	Discussion on Mr Vincent FANG's suggestion of allowing department stores to use different PSB for exempted and non-exempted counters such that PSB distributed by the latter could be exempted from the requirement on quarterly returns  Mr WONG Ting-kwong's view that	
		the retail trades would support Mr Vincent FANG's proposal which would reduce the administrative cost associated with the filing of quarterly returns	
		Administration's response that it would need to further consult the trades	
013406 - 013602	Chairman Administration	The Secretary for the Environment (SEN) joined the meeting at this juncture and made the following points -	
		(a) the Administration appreciated very much members' effort in adhering to the proposed legislative time table;	
		(b) efforts would be made to assist the trades in complying with the levy scheme on PSB as far as possible; and	
		(c) the incentive for newspaper vendors to provide plastic bags was expected to be reduced following the implementation of the levy scheme, which would likely change people's habit of using plastic bags	
013603 - 014445	Chairman Mr WONG Ting-kwong	Mr WONG Ting-kwong's views -  (a) need to review the levy scheme	
		taking into account actual experience gained; and	
		(b) welcomed the Administration's amendments with regard to third party operation	

Time marker	Speaker	Subject(s)	Action required
014446 - 015512	Chairman Mr Vincent FANG Administration	<ul> <li>(a) consultation with the trade should not be confined to the Hong Kong Retail Management Association. Views of retailers should be adequately reflected;</li> <li>(b) the methodology adopted in the dedicated survey on PSB was questionable and assistance from the trades should be sought when conducting the survey;</li> <li>(c) need to dispense with the need for submission of quarterly returns on PSB distributed at exempted counters in department stores; and</li> <li>(d) reduction in the number of PSB might be offset by the increase in paper bags, garbage bags and re-usable bags, and hence a need to conduct surveys on PSB before and after implementation of the levy scheme</li> </ul>	
015513 - 020202	Chairman Administration Miss Tanya CHAN Mr Vincent FANG	Discussion on the dedicated survey of PSB as set out in LC Paper No. CB(1)1088/08-09(01)  Administration's explanation -  (a) the survey was based on some 140 waste samples involving about 10 tonnes of domestic, commercial and industrial waste randomly selected at refuse transfer stations and landfills; and  (b) PSB in the waste samples were manually picked out and sorted by a team of 10 workers and an inspectorate staff as supervisor  Miss Tanya CHAN's views -  (a) non-perforated plastic bags used in the garment industry should also be included in the survey;	The Administration to provide a paper to the Panel on Environmental Affairs setting out details of the dedicated survey on PSBs conducted in 2005, including the number of PSB collected from the 140 waste samples, the statistical approach/factor adopted in arriving at disposal figures for PSB from various types of retailers. To also include in the paper the methodology to be adopted for the dedicated survey on the disposal of PSB

Time marker	Speaker	Subject(s)	Action required
		and  (b) need for early review of the levy scheme taking into account the experience gained  Mr Vincent FANG and Mr WONG Ting-kwong pointed out that a more accurate way to ascertain the total number of PSB used in Hong Kong would be to obtain such figures from manufacturers/importers/Customs and Excise Department	before the commencement of the scheme and annually thereafter. Consideration should be given to inviting the retail trade to observe how the survey would be conducted
020203 - 020416	Chairman Mr CHAN Hak-kan Administration	Mr CHAN Hak-kan's views -  (a) the levy scheme on PSBs involved very cumbersome procedures at the retailing end; and  (b) consideration should be given to regulate the manufacturing end in implementing other product eco-responsibility schemes  Administration's explanation that the objective of the levy scheme was to discourage the indiscriminate use of PSB by consumers at the retail end through direct economic disincentive; question of whether the retailing or manufacturing end should be subject to control would depend on the problems in relation to specific products	
020417 - 020706	Chairman Mr KAM Nai-wai Administration	Members noted that the Chairman would deliver a verbal report on the deliberation of the Subcommittee at the House Committee meeting on Friday, 20 March 2009. The deadline for giving notice of motion to amend the Regulation was 15 April 2009  Mr KAM Nai-wai indicated that he was still considering the need to amend the Regulation to include a fixed time frame within which the Director should approve/disapprove	

Time marker	Speaker	Subject(s)	Action required
		applications for registration of "prescribed retailers" and "qualified retail outlet"	
		The Administration indicated that it would consult the trades on the commencement date of the levy scheme, which would probably be a weekday within the month of July 2009	

Council Business Division 1
<a href="Legislative Council Secretariat">Legislative Council Secretariat</a>
29 June 2009