

Maine Paint Stewardship Program

FY2020 Annual Report (July 1, 2019-June 30, 2020)



SUBMITTED BY

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SUBMITTED TO

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Executive Summary

MAINE PAINT STEWARDSHIP LAW

PaintCare is the representative stewardship organization of the Maine Paint Stewardship Program codified in Maine Revised Statutes, Title 38, Chapter 24, Subchapter 3, Section 2144. The Maine program began in October 2015.

The broad goals of the program are for paint manufacturers to implement and manage the finances of a statewide paint stewardship program to reduce the generation of postconsumer paint, promote using up leftover paint, and facilitate the recycling and proper disposal of unwanted postconsumer paint. The program aims to increase opportunities to properly manage leftover paint, offer cost-saving opportunities to local governments, and manage the paint collected in an environmentally and economically sound manner.

PROGRAM HIGHLIGHTS

Sites and Services. The program added four new year-round paint drop-off sites – one paint retailer and three transfer stations – ending the year with 121 year-round sites. Of the 121 year-round sites, 76 were retailers, representing 32% of likely retail participants. The remaining sites included 42 transfer stations, one reuse store, one recycling center, and one environmental services company. At the end of the year, 94.9% of Maine residents lived within 15 miles of a year-round drop-off site.

The program also managed paint from supplemental sites that included two seasonal HHW facilities and 44 HHW drop-off events at 32 locations. In addition, the program provided 12 direct large volume pick-ups (LVP) from businesses and others that had accumulated more than 200 gallons of paint at their locations.

Paint Collection Volume. The program collected 121,902 gallons of postconsumer paint.

Paint Processing. Latex paint was 68% of the paint processed: 86% was made into recycled-content paint, less than 1% was processed via energy recovery, and 14% was solidified and landfilled. Oil-based paint was 32% of the paint processed: a small amount was reused, 5% was made into recycled-content paint, and 95% was processed via energy recovery.

Revenue and Expenses. The program is financed through a fee on new paint sales: 35 cents on pint and quart containers; 75 cents on 1-gallon containers; and \$1.60 on 5-gallon containers. Approximately 2.3 million gallons of architectural paints were sold in the state and the program collected \$1,523,115 in revenue from these sales.

Expenses, including paint transportation and processing, communications, staffing, and administration were \$1,210,573. The program ended the year with net assets of \$473,910. Total program cost per gallon of paint collected was \$9.93.

Paint Recovery Rate. The recovery rate – the volume of postconsumer paint collected divided by the volume of new paint sales in the same period – was 5.3%.

Awards. PaintCare received the 2019 Outstanding Industry Partner Award from the North American Hazardous Materials Management Association (NAHMMA) in recognition of ten years of successful paint stewardship programs across multiple states.

Communications. Public outreach activities included the distribution of point of sale print materials, fact sheets, and signage.

Public outreach activities were impacted by the COVID-19 pandemic that began in March 2020. During that period, PaintCare's website and social media were used to provide updates to the public about PaintCare's availability and to promote paint reuse messaging.

Operations. Paint collection activities were impacted by the COVID-19 pandemic from March to June. A peak total of 31% of retailers and no transfer stations suspended paint drop-off during this period. These sites were removed from the PaintCare site locator tool during this time. The LVP service was also suspended for a few months. Additionally, all HHW events were canceled from April through June. As a result, paint collection and related expenses were down year over year.

PROGRAM PLAN AND ANNUAL REPORT

The state's paint stewardship law required the approval of a program plan prior to the start of the program. Program plans and annual reports are available on PaintCare's website.

Section 1. Paint Collection and Transportation

Annual Report Statutory Citation

Section 2144(5)(E) requires that PaintCare submit an annual report that includes, in relevant part:

(1) A description of the methods used to collect, transport, reduce, reuse and process post-consumer paint in the State.

A. DROP-OFF SITES AND SERVICES

The overall goal of the program is to increase recycling opportunities for households, businesses, and others with leftover paint. All suitable locations were invited to participate as paint drop-off sites, provided they meet the programs operational requirements, including adequate storage space for paint collection bins and willingness to accept all program products (latex and oil-based paints). PaintCare partners with paint retailers, hardware stores, lumber centers, material reuse stores, household hazardous waste programs, solid waste facilities (e.g., transfer stations, recycling centers, landfills), and other site types to serve as paint drop-off sites.

The program's drop-off sites and services are summarized in the following tables and described below. Sites that stopped participating in the program during the year are listed as "partial year."

YEAR-ROUND DROP-OFF SITES

| SITE TYPE | FY 2017 | FY 2018 | FY 2019 | FY 2020 |
|-------------------------------|---------|---------|---------|---------|
| Environmental Service Company | 1 | 1 | 1 | 1 |
| Recycling Center | 0 | 1 | 1 | 1 |
| Retailer | 75 | 75 | 75 | 76 |
| Reuse Store | 1 | 1 | 1 | 1 |
| Transfer Station | 29 | 32 | 39 | 42 |
| Total Sites | 106 | 110 | 117 | 121 |

SUPPLEMENTAL DROP-OFF SITES

| SITE TYPE | FY 2017 | FY 2018 | FY 2019 | FY 2020 |
|---|----------|---------|---------|---------|
| Household Hazardous Waste Event Site / Number of Events | 23/25 | 37/39 | 38/41 | 32/44 |
| Household Hazardous Waste Facility (Seasonal) | 2 | 2 | 2 | 2 |
| PaintCare Event Site / Number of Events | 1/1 | 0 | 2 | 0 |
| Paint-Only Event (Non-PaintCare) Site / Number of Events | 1/1 | 0 | 0 | 0 |
| Retailer (Partial Year) | 1 | 1 | 5 | 0 |
| Total Sites | 28 | 40 | 47 | 34 |
| | SERVICES | | | |

SERVICES

| SITE TYPE | FY 2017 | FY 2018 | FY 2019 | FY 2020 |
|--|---------|---------|---------|---------|
| Direct Large Volume Pick-Up Site / Number of Pick-Ups | 6/6 | 14/14 | 13/14 | 12/12 |

Year-round and supplemental sites are counted in convenience analysis; services are not. All sites are listed in the appendix of this report.

Household Hazardous Waste Programs. PaintCare partners with household hazardous waste programs – either directly or indirectly – to cover the costs of their paint collection bins, transportation, processing and in some cases additional on-site paint management activities.

Paint Retailers. At the end of the year, PaintCare identified 321 paint retailers – including paint, hardware, and home improvement stores – with 236 considered potential drop-off sites. This number may change from year to year as stores open and close. PaintCare has been informed by the corporate headquarters of big box stores that they are not interested in serving as drop-off sites at this time, so they are not included in the count of potential retail drop-off sites.

Of the 236 potential retail drop-off sites, 76 (32%) were participating as drop-off sites at the end of the year. One new retail drop-off site was added. Retail participation as a drop-off site is voluntary, and sites are not compensated.

Reuse Stores. Some retail drop-off sites operate paint reuse programs by donating or selling good quality leftover paint back to the local community to use, rather than sending it downstream through PaintCare for processing. PaintCare provided compensation for reuse services.

Seven material reuse stores – the Maine Building Materials Exchange and six Habitat for Humanity ReStores - were identified prior to program launch and invited to join the program. PaintCare has found in Maine, as in other PaintCare programs, that when reuse stores sell remanufactured/recycled-content paint, they often are not interested in becoming a PaintCare reuse site because it is more profitable and simpler to sell recycled-content paint, rather than putting used paint on their shelves as well. One reuse store participated in the program.

Solid Waste Facilities. PaintCare partners with solid waste facilities, including transfer stations, recycling centers, and landfills to be paint drop-off sites for their customers.

PaintCare continued to meet with interested councils of government and independent towns in the state to discuss the PaintCare program and benefits. The program added three more transfer stations during the year, for a total of 42 transfer stations and one recycling center participating in the program.

Environmental Services Company. Environmental Projects Inc. participated in the program as a drop- off site. They allow anyone in the state with 50 gallons or more to drop paint off at their facility, by appointment, filling an important need for people who have more paint than a smaller site can handle, but not enough for the large volume pick-up service.

Large Volume Pick-Up Sites: PaintCare's large volume pick-up service (LVP) provides a convenient option for painting contractors and others who have accumulated large volumes of paint. The minimum amount to receive a direct pick-up is 200 gallons. Typically, users of the service have accumulated paint over many years due to the institutional, logistical, and financial barriers to disposal. PaintCare has removed these barriers by providing a free and convenient service. Commons users of this service include contractors, builders, property managers, academic institutions, and homeowners, and are further described in the appendix of this report.

B. CONVENIENCE CRITERIA

PaintCare analyzed the convenience level offered by drop-off sites and events using Geographic Information System (GIS) tools and 2010 U.S. Census Bureau population data (2020 census data was not yet available at the time of this report). Census Bureau data shows how population is distributed geographically in each state; Census Bureau Urbanized Areas and Urban Clusters represent densely populated areas.

Some sites (e.g., HHW facilities) have geographic limitations; they are only available to residents of their own city, county, or jurisdiction (i.e., residents of other jurisdictions are not allowed to use the site to drop off HHW/paint even if they live close by). For these sites, PaintCare tracks their service area restrictions and only counts the population for those residents who are (1) within a 15-mile radius, and (2) within the site's service area.

During the program planning phase, PaintCare identified approximately 60 optimally located, year-round drop-off sites as its baseline service level goal.

Distribution Criteria. Provide 90% of the state's residents access to a drop-off site within 15 miles.

The program's 121 year-round drop-off sites provided 94.9% of the state's residents access to a drop-off site within 15 miles. When supplemental sites were included, coverage increased to 95.7%.

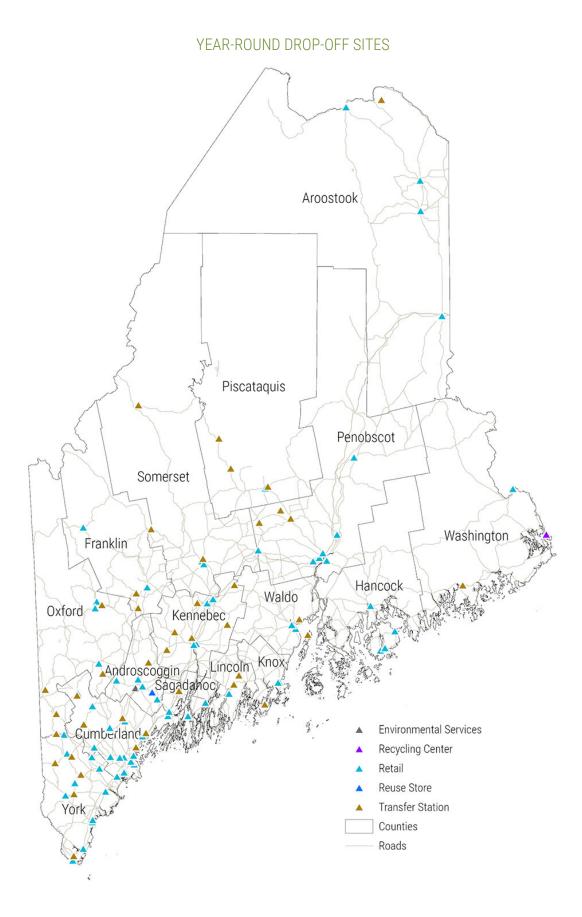
Density Criteria. One site for every 30,000 residents of an Urbanized Area or Urban Cluster.

The following table shows the population centers in the state, the number of sites they require, and the level of service the program had at year-end.

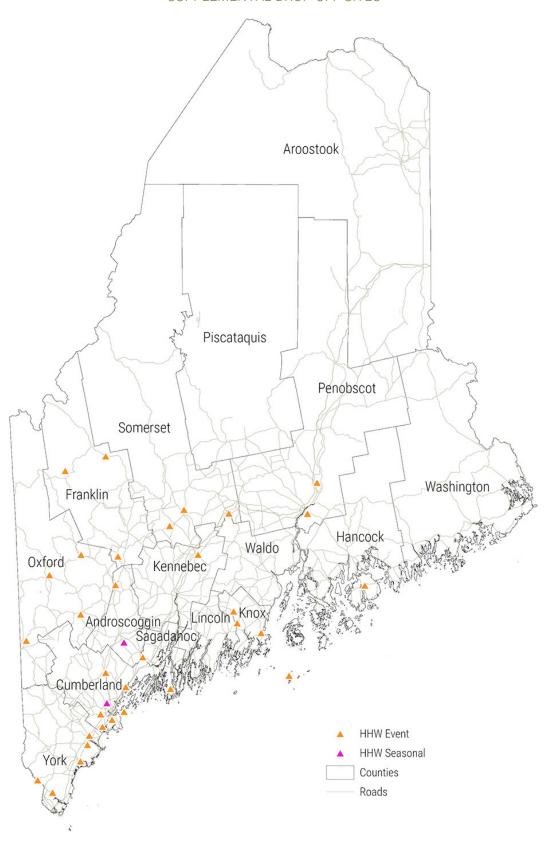
SITES NEEDED IN URBANIZED AREAS AND URBAN CLUSTERS

| | | | FY 2020 |
|----------------------------------|------------|--------|------------|
| | | SITES | YEAR-ROUND |
| URBANIZED AREAS & URBAN CLUSTERS | POPULATION | NEEDED | SITES |
| Portland | 226,711 | 7 | 17 |
| Lewiston | 69,221 | 2 | 5 |
| Bangor | 68,574 | 2 | 5 |
| Brunswick | 34,546 | 1 | 3 |

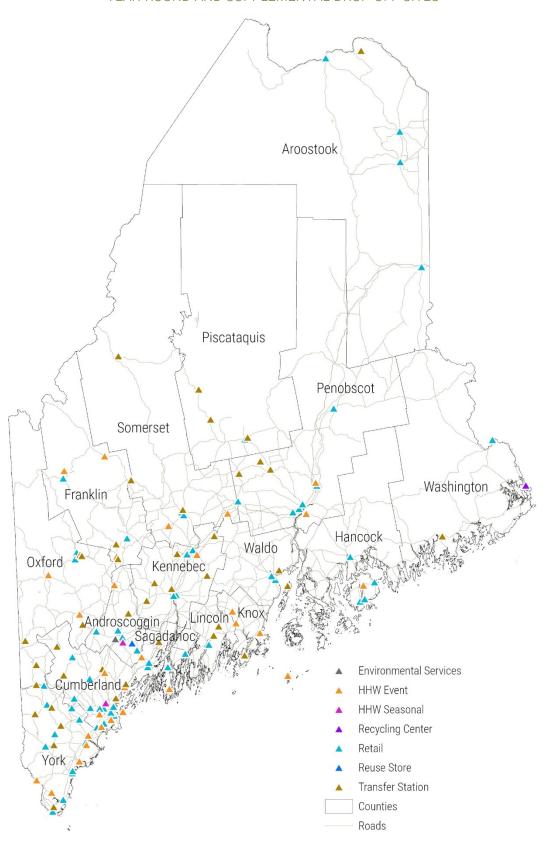
Maps. The following maps show the locations of the sites and services available during the year: (1) year-round sites; (2) supplemental sites; (3) year-round and supplemental sites; and (4) large volume pick-up sites, which were not included when analyzing the distribution or density criteria.



SUPPLEMENTAL DROP-OFF SITES



YEAR-ROUND AND SUPPLEMENTAL DROP-OFF SITES



LARGE VOLUME PICK-UP SITES



C. PAINT COLLECTION PROCEDURES

The program has agreements with owners or operators of all drop-off sites and events, and other partners. PaintCare agreements require that sites meet all requirements of local, state, and federal law, regulations, and policies.

Except for one site that was trained remotely this year due to the COVID-19 pandemic, all new sites (other than HHWs and LVPs) received an on-site, in-person training and program procedures manual. The training and program manual covered identification and screening for program products, storage, spill response, arranging to have paint picked up, record keeping, and other topics.

Site personnel are required to visually inspect – but not open – containers of paint to confirm that they are acceptable program products and then place them in spill proof collection bins provided by the program. Unlabeled and leaking containers are not accepted at retail or other non-HHW sites; however, trained staff at HHW facilities and events can accept and prepare them for management under their program to the extent permissible under applicable law.

PaintCare staff visit most drop-off sites on a regular basis to check on their operations and to provide additional training and consumer outreach material as needed.

D. PAINT TRANSPORTATION

PaintCare contracted with three entities for transportation services. Individual sites are assigned to transporters based on costs and logistics.

TRANSPORTERS

| NAME | SITE TYPES SERVED |
|----------------------------|--|
| Clean Harbors | HHW Facility and Events, Retail, Reuse Store, Solid Waste Facility, Environmental Service Company, LVP |
| Environmental Projects Inc | HHW Facility and Events |
| Tradebe | HHW Event |

Section 2. Paint Collection Volume and Processing Methods

Annual Report Statutory Citation

Section 2144(5)(E) requires that PaintCare submit an annual report that includes, in relevant part:

- (1) A description of the methods used to collect, transport, reduce, reuse and process post-consumer paint in the State. (2) The volume of post-consumer paint collected in the State.
- (3) The volume and type of post-consumer paint collected in the State by method of disposition, including reuse, recycling and other methods of processing.
- (6) The total volume of post-consumer paint collected by the paint stewardship program and a breakdown of the volume collected at each collection site.
- (7) Based on the paint stewardship assessment collected by the paint stewardship program, the total volume of architectural paint sold in the State during the preceding year.
- (8) A list of all processors, including recyclers and disposers, used to manage post-consumer paint collected by the paint stewardship program in the preceding year up to the paint's final disposition, the volume each processor accepted and the disposition method used by each processor.

A. COLLECTION VOLUME AND RECOVERY RATE

The recovery rate is a ratio of the volume (number of gallons) of paint managed in the program compared to the volume of paint sold in the program during the same time period.

In previous reports, PaintCare calculated the recovery rate using the volume of paint that was *processed* compared to the volume of paint sold during the same year. This year PaintCare is using the volume of paint *collected* compared to volume of paint sold to calculate the recovery rate.

The reason for this change is that using collection volume better aligns costs for paint management activities with the time period in which the expenses for paint management activities occur. Costs for paint management (including both transport and downstream processing costs) are incurred when paint is reported as having been collected from sites (i.e., shipped from the sites).

The following table provides the gallons of paint collected, gallons of new paint sales, and recovery rate based on gallons of paint collected in FY2019 and FY2020.

The COVID-19 pandemic reduced the volume of paint collected due to the temporary suspension of paint collection at many drop-off sites, cancelation of HHW events, and stay at home orders. However, paint sales were stronger than the previous years. The combined effect led to a large reduction in the recovery rate.

GALLONS COLLECTED, SOLD, AND RECOVERY RATE

| DESCRIPTION | FY 2019 | FY 2020 |
|---------------------------|-----------|-----------|
| Paint Collected (gallons) | 133,448 | 121,902 |
| New Paint Sold (gallons) | 1,941,253 | 2,285,122 |
| Recovery Rate | 6.9% | 5.3% |

Paint Collected. Although some reports/invoices show paint volume in gallons or drums, they typically report the gross weight in pounds along with the number of bins (or other collection containers) of paint collected. PaintCare or the transporter calculates the volume of paint collected by applying a formula that removes packaging weight and converts everything to gallons.

Recovery Rate. Recovery rates are calculated by dividing the amount of paint collected by the amount of new paint sold during the year. To see recovery rates from previous years, based on the volume of paint processed, refer to the previous annual reports.

B. PAINT PROCESSING METHODS AND VOLUME

The following tables show the paint processing methods and volumes for latex and oil-based paint processed from FY2017 to FY2020. As mentioned above, the processing volume differs from the collection volume because not all paint is processed in the same year that it is collected. The volumes reported as processed in one year include some paint that was collected at the end of the previous year.

LATEX PAINT PROCESSING METHODS

| | FY 2017 | | FY 2018 | | FY 2019 | | FY 2020 | |
|------------------------|---------|-----|---------|-----|---------|-----|---------|-----|
| METHOD | (GAL) | % | (GAL) | % | (GAL) | % | (gal) | % |
| Reuse | - | - | - | - | - | - | - | - |
| Recycled-Content Paint | 69,847 | 82 | 81,489 | 83 | 84,694 | 85 | 76,097 | 86 |
| Energy Recovery | 1,241 | 2 | 984 | 1 | 383 | <1 | 572 | <1 |
| Disposal | 13,707 | 16 | 16,326 | 16 | 14,300 | 14 | 11,938 | 14 |
| Latex Total | 84,795 | 100 | 98,799 | 100 | 99,377 | 100 | 88,607 | 100 |

OIL-BASED PAINT PROCESSING METHODS

| | FY 201 | 7 | FY 20 | 18 | FY 201 | 9 | FY 202 | 0 |
|------------------------|---------|-----|---------|-----|---------|-----|---------|-----|
| METHOD | (GAL) | % | (GAL) | % | (GAL) | % | (gal) | % |
| Recycled-Content Paint | 1,753 | 7 | 3,262 | 10 | 1,372 | 4 | 2,147 | 5 |
| Energy Recovery | 22,719 | 93 | 27,846 | 90 | 34,067 | 96 | 39,578 | 95 |
| Incineration | - | - | - | - | 90 | <1 | - | - |
| Oil-Based Total | 24,472 | 100 | 31,108 | 100 | 35,529 | 100 | 41,725 | 100 |
| Grand Total | 109,267 | | 129,907 | | 134,906 | | 130,332 | |

C. LATEX PAINT PROCESSING METHODS AND PROCESSORS

The following methods were used to process latex paint:

Reuse. Latex paint was sold or given away in original labeled containers without any alteration of the container contents.

Recycled-Content Paint. Latex paint was sorted, blended, and sometimes re-tinted into recycled-content paint for domestic or international sale.

Energy Recovery. Some latex paint was processed in a waste-to-energy facility.

Disposal. Latex paint that was not processed by the above methods was solidified and landfilled.

LATEX PAINT PROCESSORS

| PROCESSOR | LOCATION | PROCESS | GALLONS |
|-------------------------|-----------------------|------------------------|---------|
| Clean Harbors | Cranston, RI | Recycled-Content Paint | 69,672 |
| GDB International | Monmouth Junction, NJ | Recycled-Content Paint | 2,520 |
| Loop | Niagara Falls, ON | Recycled-Content Paint | 3,905 |
| Emerald Energy | Missassauga, ON | Energy Recovery | 572 |
| Lee County Solid Waste | Bishopville, SC | Disposal | 298 |
| Modern Landfill | York, PA | Disposal | 298 |
| Seneca Meadows Landfill | Waterloo, NY | Disposal | 11,342 |

D. OIL-BASED PAINT PROCESSING METHODS AND PROCESSORS

The following methods were used to process oil-based paint:

Reuse. Oil-based paint was sold or given away in original labeled containers without any alteration of the container contents.

Recycled-Content Paint. Oil-based paint was sorted, blended, and made into recycled-content paint for domestic or international sale.

Energy Recovery. Oil-based paint was blended into a fuel for energy recovery.

Incineration. Oil-based paint was used as a fuel in the incineration process.

OIL-BASED PAINT PROCESSORS

| PROCESSOR | LOCATION | PROCESS | GALLONS |
|--------------|--------------------|------------------------|---------|
| Loop | Niagara Falls, ON | Recycled-Content Paint | 2,147 |
| Aimco Solrec | Burlington, ON | Energy Recovery | 495 |
| Buzzi-Unicem | Cape Girardeau, MO | Energy Recovery | 6,499 |
| Buzzi-Unicem | Greencastle, IN | Energy Recovery | 32,431 |
| ESSROC | Logansport, IN | Energy Recovery | 153 |

E. PAINT COLLECTION VOLUME BY SITE TYPE

The following table shows the relative volume of paint collected by site type.

COLLECTION BY SITE TYPE

| SITE TYPE | PERCENT |
|---------------------------------|---------|
| HHW Facilities/Events | 11.8 |
| Retailers | 56.8 |
| Solid Waste Facilities | 26.4 |
| LVP/RLVPs | 2.5 |
| Others (Environmental Services) | 2.5 |
| Total | 100.0 |

F. CONTAINER RECYCLING

The following table shows the tons of metal and plastic paint containers recycled from FY2017 to FY2020.

CONTAINER RECYCLING

| | FY 2017 | FY 2018 | FY 2019 | FY 2020 |
|------|---------|---------|---------|---------|
| Tons | 9 | 105 | 112 | 106 |

The program recycled an estimated 106 tons of paint containers. All latex paint containers managed by the downstream processors, GDB and Clean Harbors, the metal cans in the portion of oil-based paint managed at the Smithfield, KY facility, and all latex and oil-based paint containers managed by Loop were recycled.

Section 3. Independent Audit and Financial Summary

Annual Report Statutory Citation

Section 2144(5)(E) requires that PaintCare submit an annual report that includes, in relevant part:

(4) The total cost of implementing the paint stewardship program, as determined by an independent financial audit funded from the paint stewardship assessment. The report of total cost must include a breakdown of administrative, collection, transportation, disposition and communication costs.

A. INDEPENDENT FINANCIAL AUDIT

An independent financial audit of the national PaintCare program was conducted by Rogers & Company PLLC. This independent CPA firm conducted the audit in accordance with auditing standards generally accepted in the United States. Those standards require that the firm plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. The audit process includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. The audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In Rogers & Company's opinion, the financial statements of PaintCare present fairly, in all material respects, the financial position as of June 30, 2020, and the changes in its net assets and its cash flows for the year ended in conformity with accounting principles generally accepted in the United States. The independent financial audit of the PaintCare program is available in the appendix of this report.

B. FINANCIAL SUMMARY AND DISCUSSION

B1. Expense Categories

Revenue is derived from fees on new paint sales. Expense categories are described here:

Paint Processing. PaintCare paid processing costs based on gross weights or by volume of full paint collection bins or drums from drop-off sites. Processing costs included the cost of sorting bins of comingled latex and oil-based paint from drop-off sites as well as the ultimate recycling or other processing methods.

Paint Transportation. Transportation costs were based on one or more of the following: the number of bins and drums picked up, number of stops, or mileage.

Collection Supplies and Support. Collection support expenses included paint collection bins, spill kits, training materials, signs, and other related costs for drop-off sites, events, and LVPs.

Communications. Communications expenses included advertising, printing and distribution of brochures and other outreach materials, media relations, and the awareness survey.

Personnel, Professional Fees and Other. Personnel, professional fees and other included the cost of program staff, travel, legal fees, office supplies, and other logistical and professional support.

State Agency Administrative Fees. These fees, required by the paint stewardship law, are paid to the state for oversight of the program.

Corporate Activity. Corporate activity costs include but are not limited to corporate staff, insurance, data management systems, annual financial audit, software licenses, legal fees for corporate or organization-wide issues, occupancy, and shared communications projects. These costs are shared across all PaintCare programs and allocated relative to population. At the end of the reporting year, the program's share of the corporate allocation was 2.3%. (Corporate activity was referred to as administrative costs in the Maine program plan.)

B2. Financial Summary

The following table shows program revenue and expenses from FY2017 to FY2020.

REVENUE AND EXPENSES

| REVENUE | FY 2017 | FY 2018 | FY2019 | FY 2020 |
|---|-----------|-----------|-----------|-----------|
| Larger than half pint up to smaller than 1 gallon | \$189,848 | \$188,096 | \$180,711 | \$207,967 |
| 1 gallon | 1,077,369 | 1,058,659 | 933,531 | 1,101,872 |
| Larger than 1 gallon up to 5 gallons | 206,090 | 208,907 | 181,412 | 213,276 |
| Total Revenue | 1,473,307 | 1,455,662 | 1,295,654 | 1,523,115 |
| EXPENSES | | | | |
| Paint Processing | 561,974 | 614,434 | 727,427 | 641,182 |
| Paint Transportation | 173,816 | 186,261 | 206,283 | 173,602 |
| Paint Collection Supplies and Support | 142,640 | 131,874 | 145,009 | 113,422 |
| Communications | 18,210 | 23,715 | 23,503 | 3,680 |
| Personnel, Professional Fees, Other | 93,904 | 100,667 | 127,536 | 98,391 |
| State Agency Administrative Fees | 82,000 | 53,146 | 71,003 | 78,919 |
| Allocation of Corporate Activity | 90,747 | 95,527 | 101,824 | 101,377 |
| Total Expenses | 1,163,291 | 1,205,624 | 1,402,585 | 1,210,573 |
| | | | | |
| Allocation of Investment Activity* | (6,545) | 4,394 | (2,417) | - |
| | | | | |
| Change in Net Assets | 303,471 | 254,432 | (109,348) | 312,542 |
| Net Assets, Beginning of Year | (207 107) | 16 204 | 270 716 | 161 260 |
| net Assets, beginning of Teal | (287,187) | 16,284 | 270,716 | 161,368 |
| Net Assets, End of Year | \$16,284 | \$270,716 | \$161,368 | \$473,910 |
| | | , , | , , | , , |

^{*}As of January 2019, reserves are held in a checking account, and no longer in an investment portfolio.

Notable changes between the last two program years include:

- Expenses in the paint management categories Paint Processing, Paint Transportation, and Paint Collection Supplies and Support – were lower due to reduced paint collection services from March-June due to COVID-19.
- Expenses in the category of Personnel, Professional Fees, Other, which includes staff travel, were lower due to COVID-19 travel restrictions.
- Communications expenses were lower primarily because there were no drop-off event promotion activities, fewer print materials were needed, and no media agency fees were needed to support outreach in Maine.
- Net assets increased to the strongest position to date, though the gain may be temporary.

C. RESERVES

Reserves represent the net assets (investments and/or checking account balance) of the program. Reserves provide the program with a balance that is sufficient to pay its bills in times of either higher than expected paint collection (higher expenses), lower than expected paint sales (lower revenue), or a combination of the two.

PaintCare's Reserves Policy sets a target reserve level as a percentage of annual expenses. The target is 100%. It also sets a range with minimum and maximum thresholds. The minimum threshold is 75% (nine months) of annual expenses and the maximum is 125% (15 months).

If reserves fall below the minimum threshold or rise beyond the maximum threshold, an evaluation of the program's expenses and revenue will be performed to determine if changes are needed to program operations, communications, and/or the fee structure to bring the reserve balance within range.

D. FINANCIAL METRICS

The following financial metrics are provided for the year:

- Total cost of the program: \$1,210,573
- Cost per gallon of paint collected: \$9.93
- Collection support/supplies, transportation, and processing costs as percentage of total program cost: 77%
- Program administration cost (corporate activity) as percentage of total program cost: 8%
- Reserve level: 39%

E. EVALUATION OF THE PROGRAM'S FUNDING MECHANISM

PaintCare fees placed on the sale of new paints are based on container sizes as follows:

PAINTCARE FEE SCHEDULE

| CONTAINER SIZE | FEE |
|---|---------|
| Half pint or smaller | \$ 0.00 |
| Larger than half pint up to smaller than 1 gallon | \$ 0.35 |
| 1 gallon | \$ 0.75 |
| Larger than 1 gallon up to 5 gallons | \$ 1.60 |

Based on the program's financial performance, no adjustment to either the fee structure or the reporting system is presently necessary.

Section 4. Communications

Annual Report Statutory Citation

Section 2144(5)(E) requires that PaintCare submit an annual report that includes, in relevant part:

(5) A summary of outreach and educational activities undertaken and samples of educational materials provided to consumers of architectural paint.

A. OUTREACH ACTIVITIES

A1. Introduction

PaintCare's outreach strategy includes a variety of activities targeted to retailers, painting contractors, municipal agencies, and the public through direct contact and advertising.

Starting in FY2017, the outreach budget was cut back due to the financial position of the program. Outreach efforts during the year continued to be modest in scope, focusing on fulfillment of orders for point of sale print materials and maintaining PaintCare's website and social media channels. PaintCare also conducted a survey to measure awareness of the program. Additional general advertising via radio, television, and other forms of digital advertising were not possible on the limited budget. The main call-to-action of outreach materials directs readers to visit PaintCare's website to find a drop-off site using PaintCare's site locator search tool.

Outreach efforts during the first half of the year focused on encouraging the public to recycle their unwanted paint, and also included messages related to reducing paint waste by planning ahead for a paint purchase and using up leftover paint. During the second half of the year, efforts focusing on informing the public about changes to PaintCare's services due to the COVID-19 pandemic and encourage using up leftover paint.

The relative amounts of spending dedicated to each of these outreach activities are summarized in the following table. The "other" category includes costs for face-to-face outreach opportunities.

RELATIVE SPENDING ON OUTREACH ACTIVITY TYPES

| ACTIVITY | PERCENT |
|-------------------------------|---------|
| Awareness Surveys | 8 |
| Point of Sale Print Materials | 87 |
| Other | 5 |
| Total | 100 |

A2. Point of Sale Print Materials

PaintCare continued to distribute print materials to retailers for them to make available to consumers in their stores to educate them about the PaintCare program. Staff fulfilled requests for materials by mail, distributing a total of 3,825 brochures, mini cards, fact sheets, and posters during the year. Program staff also delivered additional materials in person during site visits.

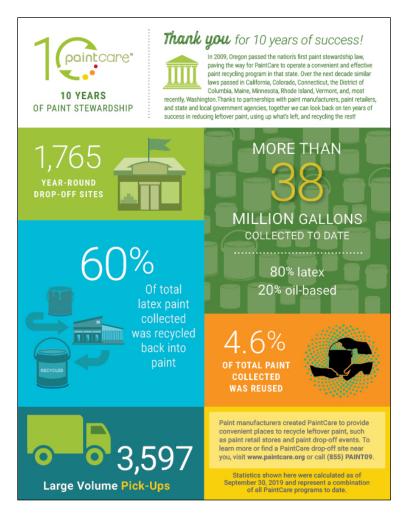
PaintCare provided counter mats to retailers for use in the paint department to reference when customers have questions. The counter mat is popular with retailers and more likely than the poster to be seen by customers while they wait for their paint to be mixed.

Larger versions of the materials shown below are included in the appendix of this report and available on the PaintCare website.



Brochure, Mini Card, Program Poster, Counter Mat, and Fact Sheets

In November, PaintCare sent a mailing recognizing PaintCare's 10-year anniversary since the first paint stewardship law passed in Oregon in 2009. The mailing was sent to all known paint retailers in Maine, including both PaintCare drop-off sites and retailers that do not act as drop-off sites. The cover letter thanked retailers for their support and participation and reminded them how to order additional educational materials to distribute to paint consumers. Copies of PaintCare point of sale materials were enclosed in the package along with an infographic poster listing some of PaintCare's national paint management statistics to date. In total, 62 packets were sent to paint retail locations throughout the state, including 3,224 brochures, fact sheets, and mini cards.



Infographic Poster Recognizing PaintCare's 10th Anniversary

A3. Fact Sheets

Several fact sheets are available on PaintCare's website for different target audiences, and printed versions are distributed upon request. Minor updates are made throughout the year. Current versions of the fact sheets on PaintCare's website include:

- How Does the Paint Stewardship Program Affect Paint Retailers?
- How to Become a Retail Drop-Off Site
- About PaintCare Fees
- Information for HHW Programs
- Information for Solid Waste Facilities Including Transfer Stations, Recycling Centers, and Landfills
- Reuse Programs Compensation and Reporting

- Information about the Large Volume Pickup Service
- Information for Painting Contractors
- Information for Paint Purchasers

A4. Website

Most PaintCare outreach efforts direct the public to PaintCare's website for more information and to find a local PaintCare site. The website is easy to navigate and features content on buying the right amount of paint, storage and reuse tips, and recycling. It contains special pages for manufacturers and retailers, explains what products are covered by the program, and has a Maine page with sections for different audiences (Everyone, Contractors, Retailers, Waste Facilities, and Official Docs). PaintCare's website is updated throughout the year. The most frequently visited part of the website is the PaintCare site locator.

There were 5,808 page views of the Maine web page during the year.

PaintCare provides a web page of links to paint calculators from various sources, at www.paintcare.org/calculators. These calculators can be used by households and businesses to help them buy the right amount of paint.

PaintCare maintains a list of locations by state where the public can find recycled-content paint at www.paintcare.org/wp-content/uploads/docs/xx-recycled-paint-stores.pdf.

PaintCare's website also provides a series of video tips about storing paint properly to increase recyclability. The videos are used in social media posts and on PaintCare's website at www.paintcare.org/storeright.



Two Examples of Storage Tip Videos: (1) Create a Tape Spout to Reduce Spills, (2) Use a Mallet to Close a Paint Can (Using a Hammer Can Damage the Can)

A5. Translations

PaintCare translates program brochures and fact sheets into languages other than English upon requests from paint retailers and other stakeholders. Translations of the program brochure and fact sheets including Information for Painting Contractors, PaintCare Products, Information about the Large Volume Pickup Service, and About PaintCare Fee are available in the following languages: Amharic, Arabic, Armenian, Chinese, Farsi,

French, Hmong, Khmer, Korean, Lao, Polish, Portuguese, Russian, Spanish, Somali, Thai, Turkish, and Vietnamese. PaintCare maintains a Spanish language translation button on its website, making the site fully bilingual. Additionally, live interpretation in Spanish and other languages is available on PaintCare's telephone hotline by request.

A6. Signs for Drop-Off Sites

PaintCare provides several signs to drop-off sites to help them educate the public about the program, screen program products, and address any concerns about illegal dumping. Drop-off sites may order the following signs: Program Products (English/Spanish), Program Partner, Combination (program partner with simplified products list), No Dumping, and Please Wait for Assistance. Larger images of these signs can be viewed at www.paintcare.org/signs.











A7. Awards

In September 2019, PaintCare received the Outstanding Industry Partner Award from the North American Hazardous Materials Management Association (NAHMMA). The award recognized PaintCare's ten years of successful paint stewardship programs across multiple states that support local government efforts to manage postconsumer paint. The award was announced at the NAHMMA national conference in Denver, CO on September 17, 2019.

A8. Social Media

Throughout the year PaintCare continued to grow its Facebook, Instagram, and Twitter presence and posted messaging to audiences on those platforms. Social media messages included promotion of PaintCare's three key messages: buy the right amount of paint, use up leftover paint, and recycle the rest with PaintCare.



Instagram Post About Measuring Before Buying Paint to Reduce Waste

Social media were also used extensively from March onward to inform the public about temporary impacts on PaintCare's services and to advise them to consider refraining from dropping off paint until later.



Facebook Post Informing Followers About COVID-19 Impacts

A9. Face-to-Face

PaintCare staff attended the following face-to-face activities:

| DATE | EVENT | ACTIVITY |
|-----------|---------------------|---|
| 9/28/2019 | EcoMaine open house | Exhibitor, 400+ attendees; Table; provided program materials to general public at a Material Recovery Facility open house |

B. AWARENESS SURVEY

In March PaintCare ran its annual public awareness survey to measure the ongoing effectiveness of its outreach activities with the assistance of market research firm KB Insights. KB Insights analyzed the data to help PaintCare better understand trends and guide future outreach targeting. Data from all PaintCare programs was included in the analysis, providing comparison results between paint stewardship programs throughout the nation.

Following are some highlights from the survey results:

- 271 surveys were completed by Maine residents, allowing 90% confidence in the accuracy of the measured results for the population within +/-5%.
- 40% of Maine respondents knew that paint can be recycled. Of those 47% have taken paint somewhere to be recycled in the past and 73% would consider doing so again.
- 68% purchased paint in the last year. Of those, 46% reported seeking help from paint retail staff and 61% reported taking measurements themselves in order to purchase the right amount of paint and reduce the amount leftover.
- 61% of respondents reported that they will choose a sustainable option if they have leftover paint in the future, the highest rate among all PaintCare states. The options included dropping it off at a paint retail store (9%) or HHW facility (37%) or giving it away to someone else who needs it (15%).

The full report for this year's awareness survey for all PaintCare programs is included in the appendix of this report.

Section 5. FY2021 and Future

This section of the annual report describes activities or plans for the program that have happened since July 1, 2020 or are being planned:

A. OPERATIONS

The long-term effects of the ongoing COVID-19 pandemic on the paint recycling program remain unknown. Anecdotally, the HHW events held this summer and fall were very busy, with larger participation than previous years. The larger volume of paint from these collections should make up for some of the reduced collection this spring, but as the pandemic continues, the long-term effects are still to be seen.

B. COMMUNICATIONS

Starting in August 2020, PaintCare ramped outreach activities back up to normal levels following the temporary pause caused by the COVID-19 pandemic as paint drop-off sites, events, and other services resumed full operation. PaintCare plans to continue robust public outreach activities in FY2021, using a range of digital, video, radio, print, and social media strategies. In FY2021, PaintCare plans to repeat its awareness surveys of the general population to continue the measuring effectiveness of outreach activities.

Appendix Section A



PAINTCARE SITES

FY2020 PAINTCARE SITES IN MAINE - PAGE 1

| City/Town | Site Name | Address | Type |
|---------------------|---------------------------------|---------------------------|---------------------------|
| 1. Year-Round Sites | 121 Sites | | |
| Alfred | Alfred Trans Stn | 79 Sanford Rd | Transfer Station |
| Auburn | Environmental Projects Inc | 664 Washington St N | Environmental Services |
| Auburn | Sherwin-Williams | 445 Center St | Retail |
| Augusta | Aubuchon Hardware | 10 Bangor St | Retail |
| Augusta | Hatch Hill Solid Waste Facility | 112 Hatch Hill Rd | Transfer Station |
| Augusta | Sherwin-Williams | 68 Western Ave | Retail |
| Bangor | Color Concepts | 840 Hammond St | Retail |
| Bangor | J B Paint Co | 2225 Odlin Rd | Retail |
| Bangor | Sherwin-Williams | 625 B Broadway | Retail |
| Bar Harbor | Paradis True Value | 31 Holland Ave | Retail |
| Bath | Rogers Ace | 55 Congress Ave | Retail |
| Belfast | Aubuchon Hardware | 231 Northport Ave | Retail |
| Belfast | Sherwin-Williams | 15A Starrett Dr | Retail |
| Belgrade | Belgrade Trans Stn | 41 Transfer Station Rd | Transfer Station |
| Biddeford | Sherwin-Williams | 420 Alfred St | Retail |
| Bowdoinham | Bowdoinham Recycling Barn | 243 Post Rd | Transfer Station |
| Brewer | Aubuchon Hardware | 484 Wilson St | Retail |
| Bridgton | Bridgton Trans Stn | 118 Sandy Creek Rd | Transfer Station |
| Bridgton | Hayes True Value | 204 Portland Rd | Retail |
| Brownfield | Brownfield Trans Stn | 1076 Pequawket Trl | Transfer Station |
| Brunswick | Sherwin-Williams | 179 Pleasant St | Retail |
| Buxton | Aubuchon Hardware | 400 Narragansett Trl | Retail |
| Buxton | Plummers Buxton Hardware | 241 Parker Farm Rd | Retail |
| Calais | Sherwin-Williams | 305 North St | Retail |
| Caribou | S W Collins | 6 Washburn St | Retail |
| China | China Trans Stn | 191 Alder Park Rd | Transfer Station |
| Clinton | Clinton Trans Stn | 31 Old Leonard Woods Road | Transfer Station |
| Columbia Falls | Pleasant River SWD Station | 1340 Route 1 | Transfer Station |
| Corinna | Mid Maine Solid Waste Assoc | 63 Airport Rd | Transfer Station |
| Corinth | Central Penobscot Solid Waste | 117 Main St | Transfer Station |
| Cornish | Cornish Hardware | 13 Maple St | Retail |



PAINTCARE SITES

FY2020 PAINTCARE SITES IN MAINE - PAGE 2

| ₹ | | | |
|----------------|--------------------------------|----------------------------|------------------|
| City/Town | Site Name | Address | Type |
| Damariscotta | Sherwin-Williams | 505 Main St | Retail |
| Dover Foxcroft | Dover Foxcroft Trans Stn | 66 Landfill Rd | Transfer Station |
| Dover Foxcroft | Dover True Value | 69 E Main St | Retail |
| Eastport | Eastport Recycling Ctr | Road 190 / Old Toll Bridge | Recycling Center |
| Ellsworth | Sherwin-Williams | 43 Downeast Hwy | Retail |
| Falmouth | Falmouth Trans Stn | 101 Woods Rd | Transfer Station |
| Farmington | Aubuchon Hardware | 528 Wilton Rd | Retail |
| Fort Kent | S W Collins | 35 W Main St | Retail |
| Frenchville | Valley Recycling Facility | 72 Airport Ave | Transfer Station |
| Fryeburg | Fryeburg Trans Stn | 2025 Lovell Road | Transfer Station |
| Garland | Garland Trans Stn | 586 Center Rd | Transfer Station |
| Gorham | Gorham Hardware | 57 Main St | Retail |
| Gray | Cooks Hardware | 19 Portland Rd Rte 100 | Retail |
| Gray | Gray Trans Stn | 13 Seagull Dr | Transfer Station |
| Greene | Greene Trans Stn | 281 Quaker Ridge Rd | Transfer Station |
| Greenville | Greenville Trans Stn | 7 Minden St | Transfer Station |
| Hiram | Tri Town Trans Stn | 208 S Hiram Rd | Transfer Station |
| Houlton | S W Collins | 57 Bangor St | Retail |
| Houlton | Sherwin-Williams | 2 Smyrna St | Retail |
| Islesboro | Islesboro Trans Stn | 1299 Meadow Rd | Transfer Station |
| Jackman | Jackman Trans Stn | 31 Hastings Rd | Transfer Station |
| Jay | Jay Trans Stn | 672 Main St | Transfer Station |
| Kingfield | Kingfield Trans Stn | 304 Lexington Rd | Transfer Station |
| Kittery | Kittery Ace | 6 Shapleigh Rd | Retail |
| Kittery | Kittery Trans Stn | 1 Mackenzie Ln | Transfer Station |
| Lewiston | Sherwin-Williams | 1168 Lisbon St | Retail |
| Limerick | Limerick Trans Stn | 86 Doles Hill Rd | Transfer Station |
| Limerick | Plummers Limerick Hardware | 42 Central Ave | Retail |
| Lincoln | Aubuchon Hardware | 245 W Broadway | Retail |
| Lincoln | S W Collins | 302 W Broadway | Retail |
| Lisbon | ME Building Materials Exchange | 102 Lisbon Rd | Reuse Store |
| Lisbon Falls | Aubuchon Hardware | 572 Lisbon St | Retail |
| Mechanic Falls | Depot Square Hardware | 9 Depot Square | Retail |
| | | | |



PAINTCARE SITES

FY2020 PAINTCARE SITES IN MAINE - PAGE 3

| City/Town | Site Name | Address | Type |
|------------------|--------------------------------|------------------------|------------------|
| Mexico | Rumford Trans Stn | 388 River Rd | Transfer Station |
| Monson | Monson Trans Stn | 80 Chapin Ave | Transfer Station |
| Naples | Aubuchon Hardware | 499 Roosevelt Trl | Retail |
| Newfield | Newfield Trans Stn | 320 Water St | Transfer Station |
| Newport | Aubuchon Hardware | 83 Moosehead Trl | Retail |
| Nobleboro | Nobleboro Trans Stn | 25 Transfer Ln | Transfer Station |
| Northeast Harbor | F T Brown | 106 Main St | Retail |
| Northeast Harbor | S R Tracy | 8 Summit Rd | Retail |
| Norway | Aubuchon Hardware | 138 Main St | Retail |
| Oakland | Oakland Trans Stn | 343 Town Farm Rd | Transfer Station |
| Old Town | Aubuchon Hardware | 486 Stillwater Ave | Retail |
| Oxford | Oxford Trans Stn | 89 Smith St | Transfer Station |
| Portland | Eldredge Lumber | 145 Presumpscot St | Retail |
| Portland | Maine Hardware | 274 Saint John St | Retail |
| Portland | PPG Paints | 973 Congress St | Retail |
| Presque Isle | S W Collins | 21 Rice St | Retail |
| Rangeley | Rangeley Lakes Builders Supply | 2742 Main St | Retail |
| Readfield | Readfield Trans Stn | 14 Recycle Rd | Transfer Station |
| Rockland | E L Spear Lumber | 10 Payne Ave | Retail |
| Rockland | Sherwin-Williams | 96 Park St | Retail |
| Rumford | Aubuchon Hardware | 65 Falmouth St | Retail |
| Rumford | Sherwin-Williams | 1023 Route 2 | Retail |
| Scarborough | Dunstan Ace | 636 US Hwy 1 | Retail |
| Scarborough | Oak Hill Ace | 29 Gorham Rd | Retail |
| Scarborough | Sherwin-Williams | 166 US Route 1 | Retail |
| Searsport | Searsport Trans Stn | Dump Rd | Transfer Station |
| Sebago | Sebago Trans Stn | 141 Long Hill Rd | Transfer Station |
| Skowhegan | Quinn True Value | 125 Waterville Rd | Retail |
| Skowhegan | Sherwin-Williams | 257 Madison Ave | Retail |
| Skowhegan | Skowhegan Trans Stn | 29 Transfer Station Dr | Transfer Station |
| South Portland | Maine Paint | 153 Ocean St | Retail |
| South Portland | Sherwin-Williams | 180 Waterman Dr | Retail |
| Southwest Harbor | Southwest Trustworthy | 345 Main St | Retail |



Fryeburg

PAINTCARE SITES

FY2020 PAINTCARE SITES IN MAINE - PAGE 4

| | ₹ | | | |
|----|---------------------|-------------------------------------|--|------------------|
| | City/Town | Site Name | Address | Туре |
| | Springvale | Aubuchon Hardware | 640 Main St | Retail |
| | Springvale | Sherwin-Williams | 544 Main St | Retail |
| | Springvale | Springvale Hardware | 489 Main St | Retail |
| | Standish | Steep Falls Building Supply | 190 Ossipee Trl W | Retail |
| | Tenants Harbor | St George Trans Stn | 176 Wallston Rd | Transfer Station |
| | Topsham | Sherwin-Williams | 86 Topsham Fair Rd | Retail |
| | Waldoboro | Waldoboro Trans Stn | 885 N Nobleboro Rd | Transfer Station |
| | Waterboro | Plummers Hardware | 1009 Main St | Retail |
| | Waterboro | Waterboro Trans Stn | 132 Bennett Hill Rd | Transfer Station |
| | Waterville | Aubuchon Hardware | 485 Kennedy Memorial Dr | Retail |
| | Waterville | Sherwin-Williams | 343 Main St | Retail |
| | Wells | Aubuchon Hardware | 1165 Post Rd #2 | Retail |
| | Wells | Sherwin-Williams | 1521 Post Rd | Retail |
| | Westbrook | Sherwin-Williams | 100 Larrabee Rd | Retail |
| | Westbrook | Sportsmans True Value | 30 Central St | Retail |
| | Wilton | Wilton Trans Stn | 158 Weld Rd | Transfer Station |
| | Windham | Aubuchon Hardware | 777 Roosevelt Trl | Retail |
| | Windham | Sherwin-Williams | 859 Roosevelt Trl | Retail |
| | Winthrop | Marshall Hills Trans Stn | 1199 US-202 | Transfer Station |
| | Wiscasset | Ames Supply True Value | 447 Bath Rd | Retail |
| | Yarmouth | Maine Paint | 412 US Route 1 | Retail |
| | Yarmouth | Sherwin-Williams | 438 Route 1 | Retail |
| | Yarmouth | Yarmouth Trans Stn | 659 E Main St | Transfer Station |
| | York | Eldredge Lumber & Hardware | 627 US Route 1 | Retail |
| 2. | Supplemental Sites | 34 Sites | | |
| | Bar Harbor | Mt Desert Island H S (Acadia Dist) | 1081 Eagle Lake Rd | HHW Event |
| | Bethel | Maine School District (AVCOG Event) | 1 Parkway | HHW Event |
| | Biddeford | Biddeford Public Works (City) | 371 Hill St | HHW Event |
| | Brewer | Brewer Public Works (City) | 221 Greenpoint Rd | HHW Event |
| | Brunswick | Brunswick Landfill (Town) | 49 Graham Rd | HHW Event |
| | Carrabassett Valley | Carrabasset Valley T S (AVCOG) | 1 Mile north of Surgarloaf Access Rd on Rt 27 | HHW Event |
| | | | | |

Fryeburg Trans Stn (AVCOG) 2025 Main St

HHW Event



PAINTCARE SITES

FY2020 PAINTCARE SITES IN MAINE - PAGE 5

| | ₹ | | | |
|----|---------------------|--|---|--------------|
| | City/Town | Site Name | Address | Туре |
| | Gray | Gray Trans Stn (Town) | 14 Seagull Dr | HHW Event |
| | Jay | Jay Trans Stn (AVCOG) | 7962-836 Main St | HHW Event |
| | Kennebunk | Kennebunk Public Svcs Dept (Town) | 36 Sea Rd | HHW Event |
| | Lewiston | Western Maine Env Depot (AVCOG) | 424 River Rd | HHW Seasonal |
| | Livermore | Livermore Trans Stn (AVCOG) | Gravel road north of 1801 Federal Rd | HHW Event |
| | Matinicus | Matinicus Island (Island) | Unknown Street Address | HHW Event |
| | Mexico | Mexico Trans Stn (AVCOG) | 342 River Rd | HHW Event |
| | Norridgewock | Crossroads Landfill (HHW Day) | 357 Mercer Road | HHW Event |
| | Norway | Norway Paris T S (AVCOG) | 39 Brown St | HHW Event |
| | Old Town | Old Town Trans Stn (Town) | 246 Gilman Falls Ave | HHW Event |
| | Phippsburg | Phippsburg Trans Stnn (AVCOG) | 58 Sam Day Hill Rd | HHW Event |
| | Pittsfield | Pittsfield Recycling Ctr (KVCOG) | 601 Peltoma Ave | HHW Event |
| | Portland | Peaks Island Garage (City) | 10 Florida Ave | HHW Event |
| | Portland | Riverside Recycling Facility | 910 Riverside St | HHW Seasonal |
| | Rangeley | Rangeley Trans Stn (AVCOG) | 682 Loon Lake Rd | HHW Event |
| | Rockport | Mid Coast Solid Waste Corp (HHW Event) | 90 Union St | HHW Event |
| | Saco | Saco Public Works (City) | 351 North St | HHW Event |
| | Scarborough | Scarborough Public Works (Town) | 20 Washington Ave | HHW Event |
| | Skowhegan | Skowhegan Recycling (KVCOG) | 29 Transfer Station Dr | HHW Event |
| | South Berwick | Berwick Trans Stn (Town) | 534B Route 4 | HHW Event |
| | South Portland | South Portland Municipal Svcs (City) | 929 Highland Ave | HHW Event |
| | Union | Tri County Recycling Ctr (Tri County) | 3368 Heald Hwy | HHW Event |
| | Warren | Warren Recycling Ctr (Town Event) | 365 Old Augusta Rd | HHW Event |
| | Westbrook | Casella Waste Systems (City Event) | 594 County Rd | HHW Event |
| | Winslow | Winslow Parks & Rec (KVCOG) | 135 Halifax St | HHW Event |
| | Yarmouth | Yarmouth Fire Rescue (Town) | 178 North Rd | HHW Event |
| | York | York Recycling Facility (Town) | 65 Witchtrot Rd | HHW Event |
| 3. | Large Volume Pick-l | Jp Sites 12 Sites | | |
| | Bangor | [Retail] | | LVP |
| | Belfast | [Painting Contractor] | | LVP |
| | Biddeford | [Retailer] | | LVP |
| | Brunswick | [Painting Contractor] | | LVP |
| | | | | |



PAINTCARE SITES

FY2020 PAINTCARE SITES IN MAINE - PAGE 6

| City/Town | Site Name | Address | Type |
|--------------------|-----------------------|---------|------|
| Brunswick | [Painting Contractor] | | LVP |
| Carrabassett Valey | [City Government] | | LVP |
| Durham | [Painting Contractor] | | LVP |
| Greenbush | [City Government] | | LVP |
| Jefferson | [Painting Contractor] | | LVP |
| Lewiston | [Hospital] | | LVP |
| Saco | [Household] | | LVP |
| Winslow | [Household] | | LVP |

Appendix Section B

Financial Statements and Independent Auditors' Report

June 30, 2020 and 2019

Financial Statements June 30, 2020 and 2019

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of PaintCare Inc.

We have audited the accompanying financial statements of PaintCare Inc. ("PaintCare"), which comprise the statements of financial position as of June 30, 2020 and 2019; the related statements of activities, functional expenses, and cash flows for the years then ended; and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform an audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of PaintCare as of June 30, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 2 to the financial statements, PaintCare adopted Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers (Topic 606) and FASB ASU 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. Our opinion is not modified with respect to this matter.

Other Matter

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information included on pages 19-20 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Vienna, Virginia

September 22, 2020

12 overs + Company PLIC

Statements of Financial Position June 30, 2020 and 2019

| | 2020 | 2019 | | |
|---------------------------------------|---------------|---------------|--|--|
| Assets | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | \$ 17,994,309 | \$ 15,596,294 | | |
| Accounts receivable, net | 8,029,728 | 6,964,498 | | |
| Investments | 55,468,532 | 48,051,007 | | |
| Prepaid expenses | 129,663 | 296,043 | | |
| Total current assets | 81,622,232 | 70,907,842 | | |
| Intangible assets, net | 211,183 | 274,538 | | |
| Total assets | \$ 81,833,415 | \$ 71,182,380 | | |
| Liabilities and Net Assets | | | | |
| Liabilities | | | | |
| Current liabilities: | | | | |
| Accounts payable and accrued expenses | \$ 6,685,451 | \$ 10,875,820 | | |
| Grants payable | 108,956 | 200,000 | | |
| Due to affiliate | 822,407 | 800,081 | | |
| Total liabilities | 7,616,814 | 11,875,901 | | |
| Net Assets | | | | |
| Without donor restrictions | 74,216,601 | 59,306,479 | | |
| Total net assets | 74,216,601 | 59,306,479 | | |
| Total liabilities and net assets | \$ 81,833,415 | \$ 71,182,380 | | |

Statements of Activities For the Years Ended June 30, 2020 and 2019

| | 2020 | 2019 |
|---|---------------|---------------|
| Operating Revenue | | |
| Paint recovery fees | \$ 64,113,250 | \$ 60,493,546 |
| Total operating revenue | 64,113,250 | 60,493,546 |
| Expenses | | |
| Program and delivery services: | | |
| Oregon | 4,205,973 | 4,365,660 |
| California | 27,805,205 | 30,763,747 |
| Connecticut | 2,804,101 | 3,176,529 |
| Rhode Island | 614,279 | 729,092 |
| Minnesota | 4,628,157 | 5,068,449 |
| Vermont | 685,630 | 792,567 |
| Maine | 1,109,199 | 1,300,761 |
| Colorado | 4,893,051 | 5,629,379 |
| District of Columbia | 303,130 | 413,169 |
| Washington | 79,453 | 7,064 |
| New York | 20,212 | |
| Total program and delivery services | 47,148,390 | 52,246,417 |
| General and administrative | 4,472,263 | 4,433,932 |
| Total expenses | 51,620,653 | 56,680,349 |
| Change in Net Assets from Operations | 12,492,597 | 3,813,197 |
| Non-Operating Activities | | |
| Investment return, net | 2,417,525 | 2,841,128 |
| Loss on disposal of intangible assets | | (102,362) |
| Total non-operating activities | 2,417,525 | 2,738,766 |
| Change in Net Assets | 14,910,122 | 6,551,963 |
| Net Assets, beginning of year | 59,306,479 | 52,754,516 |
| Net Assets, end of year | \$ 74,216,601 | \$ 59,306,479 |

Statement of Functional Expenses For the Year Ended June 30, 2020

Program and Delivery Services

| _ | | | | | | District of | | | | General and | | | |
|----------------------------------|--------------|------------|--------------|---------------|--------------|-------------|--------------|-----------|------------|-------------|-----------|----------------|---------------|
| _ | Oregon | California | Connecticut | Rhode Island | Minnesota | Vermont | Maine | Colorado | Columbia | Washington | New York | Administrative | Total |
| Salaries and related benefits \$ | 117,155 \$ | 895,093 | \$ 95,999 | \$ 29,632 \$ | 202,568 \$ | 40,165 \$ | 85,538 \$ | 189,394 | \$ 13,990 | \$ 38,947 | \$ - | \$ 1,478,836 | \$ 3,187,317 |
| Collection support | 14,197 | 2,851,573 | 403,745 | 82,767 | 327,444 | 67,242 | 113,422 | 452,439 | 25,748 | - | - | - | 4,338,577 |
| Transportation and processing | 3,970,365 | 20,707,061 | 1,988,195 | 392,796 | 3,946,928 | 553,840 | 814,784 | 3,572,663 | 171,742 | - | - | - | 36,118,374 |
| Communications | 23,990 | 2,772,951 | 280,012 | 97,985 | 100,965 | 4,749 | 3,680 | 504,032 | 46,672 | 1,054 | - | 15,654 | 3,851,744 |
| State agency administrative fees | 40,000 | 412,640 | 20,000 | - | 21,917 | 15,000 | 78,919 | 120,000 | 26,468 | 22,700 | - | - | 757,644 |
| Management fees | - | - | - | - | - | - | - | - | - | - | - | 2,151,495 | 2,151,495 |
| Professional fees | 3,354 | 14,443 | 2,996 | 747 | 1,593 | 400 | 495 | 4,196 | 398 | 193 | - | 127,560 | 156,375 |
| Legal fees | 7,018 | 13,072 | 378 | - | - | - | 251 | 10,581 | 10,507 | 8,930 | 8,834 | 73,726 | 133,297 |
| Travel | 9,958 | 103,383 | 6,062 | 6,321 | 17,337 | 3,797 | 8,617 | 27,093 | 7,494 | 4,813 | 6,533 | 104,692 | 306,100 |
| Meetings | 312 | 5,224 | 304 | 646 | 816 | 37 | 37 | 1,672 | 108 | 358 | 219 | 12,950 | 22,683 |
| Office and supplies | 3,146 | 7,964 | 377 | 263 | 2,150 | 308 | 90 | 1,708 | 3 | 1,205 | - | 25,617 | 42,831 |
| Subscriptions and publications | 702 | 2,516 | 12 | 4 | 1,126 | 5 | 11 | 470 | - | 208 | - | 55,894 | 60,948 |
| Advertising and promotions | - | - | - | - | - | - | - | - | - | - | - | 8,435 | 8,435 |
| Professional development | 2,274 | 19,204 | 5,852 | 2,870 | 5,313 | 50 | 2,206 | 8,005 | - | 723 | 4,626 | 36,425 | 87,548 |
| Amortization | - | - | - | - | - | - | - | - | - | - | - | 63,355 | 63,355 |
| Insurance | - | - | - | - | - | - | - | - | - | - | - | 235,948 | 235,948 |
| Bank fees | 893 | - | 169 | 226 | - | - | 964 | - | - | - | - | 81,676 | 83,928 |
| Other expenses | 12,609 | 81 | - | 22 | - | 37 | 185 | 798 | - | 322 | - | | 14,054 |
| Total Expenses § | 4,205,973 \$ | 27,805,205 | \$ 2,804,101 | \$ 614,279 \$ | 4,628,157 \$ | 685,630 \$ | 1,109,199 \$ | 4,893,051 | \$ 303,130 | \$ 79,453 | \$ 20,212 | \$ 4,472,263 | \$ 51,620,653 |

Statement of Functional Expenses For the Year Ended June 30, 2019

Program and Delivery Services

| | | | | | | | | | District of | <u> </u> | General and | |
|----------------------------------|-----------------|---------------|-------------|--------------|--------------|------------|--------------|-----------|-------------|------------|----------------|---------------|
| | Oregon | California | Connecticut | Rhode Island | Minnesota | Vermont | Maine | Colorado | Columbia | Washington | Administrative | Total |
| Salaries and related benefits | \$ 113,319 \$ | 812,614 \$ | 93,741 | \$ 27,808 | 133,528 \$ | 39,213 \$ | 82,807 \$ | 194,026 | \$ 16,034 | \$ 2,544 | \$ 1,395,251 | \$ 2,910,885 |
| Collection support | 20,381 | 3,134,672 | 434,073 | 100,440 | 448,281 | 81,970 | 145,009 | 506,813 | 38,858 | - | - | 4,910,497 |
| Transportation and processing | 4,085,078 | 22,661,082 | 2,133,266 | 471,744 | 4,214,375 | 636,180 | 933,710 | 3,989,607 | 216,039 | - | - | 39,341,081 |
| Communications | 59,874 | 3,394,905 | 462,698 | 105,153 | 187,698 | 9,375 | 23,502 | 610,488 | 104,388 | - | 61,056 | 5,019,137 |
| State agency administrative fees | 40,000 | 224,526 | 20,000 | - | 24,319 | 15,000 | 71,003 | 120,000 | 26,000 | - | - | 540,848 |
| Management fees | - | - | - | - | - | - | - | - | - | - | 2,151,624 | 2,151,624 |
| Professional fees | 2,700 | 25,432 | 5,596 | 769 | 2,950 | 2,829 | 3,541 | 37,900 | 496 | - | 94,447 | 176,660 |
| Legal fees | 350 | 201,033 | 11,511 | 15,144 | 10,078 | 263 | 9,505 | 3,339 | 1,186 | - | 23,632 | 276,041 |
| Travel | 21,803 | 156,565 | 9,951 | 5,527 | 14,731 | 7,134 | 17,143 | 49,160 | 9,095 | 4,502 | 157,311 | 452,922 |
| Meetings | 1,240 | 10,542 | 533 | - | 1,487 | 71 | 152 | 3,200 | 546 | 18 | 21,997 | 39,786 |
| Office and supplies | 1,040 | 3,443 | 229 | 288 | 1,019 | 246 | 314 | 1,968 | 163 | - | 30,954 | 39,664 |
| Subscriptions and publications | 931 | 5,002 | 292 | 81 | 1,530 | 119 | 252 | 1,718 | 4 | - | 81,761 | 91,690 |
| Advertising and promotions | 90 | - | - | - | - | - | - | 3,361 | - | - | - | 3,451 |
| Professional development | 1,653 | 27,506 | 2,716 | 856 | 4,971 | 127 | 2,773 | 7,458 | 51 | - | 25,531 | 73,642 |
| Amortization | - | - | - | - | - | - | - | - | - | - | 112,611 | 112,611 |
| Insurance | - | - | - | - | - | - | - | - | - | - | 220,261 | 220,261 |
| Bank fees | 1,185 | - | 1,572 | 979 | - | - | 205 | - | - | - | 56,681 | 60,622 |
| Research and development grant | - | 100,000 | - | - | - | - | - | 100,000 | - | - | - | 200,000 |
| Other expenses | 16,016 | 6,425 | 351 | 303 | 23,482 | 40 | 10,845 | 341 | 309 | | 815 | 58,927 |
| Total Expenses | \$ 4,365,660 \$ | 30,763,747 \$ | 3,176,529 | \$ 729,092 | 5,068,449 \$ | 792,567 \$ | 1,300,761 \$ | 5,629,379 | \$ 413,169 | \$ 7,064 | \$ 4,433,932 | \$ 56,680,349 |

Statements of Cash Flows For the Years Ended June 30, 2020 and 2019

| | 2020 | 2019 | | |
|--|------------------|------|--------------|--|
| Cash Flows from Operating Activities | | | | |
| Change in net assets | \$ 14,910,122 | \$ | 6,551,963 | |
| Adjustments to reconcile change in net assets to | | | | |
| net cash provided by operating activities: | | | | |
| Amortization | 63,355 | | 112,611 | |
| Loss on disposal of intangible assets | - | | 102,362 | |
| Net realized and unrealized gain on investments | (1,349,277) | | (1,748,144) | |
| Change in allowance for doubtful accounts | | | | |
| receivable | - | | 21,272 | |
| Change in operating assets and liabilities: | | | | |
| (Increase) decrease in: | | | | |
| Accounts receivable | (1,065,230) | | 229,693 | |
| Prepaid expenses | 166,380 | | (79,660) | |
| Increase in: | | | | |
| Accounts payable and accrued expenses | (4,190,369) | | 2,440,737 | |
| Grants payable | (91,044) | | 200,000 | |
| Due to affiliate | 22,326 | | 38,369 | |
| Net cash provided by operating activities | 8,466,263 | | 7,869,203 | |
| Cash Flows from Investing Activities | | | | |
| Purchases of investments | (18,193,365) | | (18,563,757) | |
| Proceeds from sale of investments | 12,125,117 | | 17,470,774 | |
| Purchases of intangible assets | | | (316,775) | |
| Net cash used in investing activities | (6,068,248) | | (1,409,758) | |
| Net Increase in Cash | 2,398,015 | | 6,459,445 | |
| Cash and Cash Equivalents, beginning of year | 15,596,294 | | 9,136,849 | |
| Cash and Cash Equivalents, end of year | \$ 17,994,309 | \$ | 15,596,294 | |

Notes to Financial Statements June 30, 2020 and 2019

1. Nature of Operations

PaintCare Inc. ("PaintCare"), a not-for-profit 501(c)(3) organization, was created in October 2009 by the American Coatings Association (ACA), who, working with state and local government stakeholders, passed the first ever paint product stewardship law in the United States in the state of Oregon in 2009. Similar legislation has subsequently been passed in other jurisdictions. The paint stewardship legislation guides an industry-led, end-of-life management program for post-consumer paint, which PaintCare operates. The PaintCare Board is made up of architectural paint manufacturers and participation in PaintCare is not limited to ACA members, but open to all architectural paint manufacturers. There are no dues or registration fees associated with PaintCare.

PaintCare organized single-member limited liability companies (LLC) for the Oregon, Connecticut, Rhode Island, Maine, Colorado, District of Columbia, Washington, and New York programs in an effort to shield the assets of each state program from liability stemming from acts and obligations of other PaintCare state programs.

2. Summary of Significant Accounting Policies

Basis of Accounting and Presentation

PaintCare's financial statements are prepared on the accrual basis of accounting. Net assets without donor restrictions represent funds that are not subject to donor-imposed stipulations and are available for support of PaintCare's operations. At June 30, 2020 and 2019, all net assets were without donor restrictions.

Cash Equivalents

For the purpose of the statements of cash flows, PaintCare considers as cash equivalents all highly liquid investments, which can be converted into known amounts of cash and have a maturity period of ninety days or less at the time of purchase.

Accounts Receivable

Accounts receivable are recorded at net realizable value and represent amounts due from post-consumer paint recovery fees. PaintCare provides an allowance for bad debts using the allowance method, which is based on management's judgment considering historical information. Accounts are individually analyzed for collectability and will be reserved based on individual evaluation and specific circumstances. When all collection efforts have been exhausted, the accounts are written off against the related allowance. At both June 30, 2020 and 2019, an allowance of \$64,175 was recognized.

Notes to Financial Statements June 30, 2020 and 2019

2. Summary of Significant Accounting Policies (continued)

Investments

Investments are stated at fair value, based on quoted market prices. All realized and unrealized gains and losses, net of investment management fees, are reported as a component of net investment return in the accompanying statements of activities.

Intangible Assets

PaintCare capitalizes certain costs associated with computer software developed or obtained for internal use in accordance with the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 350-40, *Internal Use Software*. PaintCare's policy provides for the capitalization of external direct costs of materials and services, and directly related payroll costs. Costs associated with preliminary project state activities, training, maintenance, and post implementation stage activities are expensed as incurred. Capitalized costs are amortized over the estimated useful life of five years on a straight-line basis.

Grants Payable

Grants payable represents amounts awarded to organizations for the Innovative Recycling Grant Competition. These funds were committed as of June 30, 2019 and will be paid out over a maximum period of three years on a reimbursement-only basis. Grants payable is included in the accompanying statements of financial position totaling \$108,956 and \$200,000 at June 30, 2020 and 2019, respectively.

Revenue Recognition

PaintCare recognizes revenue from post-consumer paint recovery fees at the time architectural paint product is sold by a manufacturer participant of the paint product stewardship program. Manufacturer participants in the program pay the PaintCare recovery fee to PaintCare based on the amount of program products they sell on a monthly basis. The majority of PaintCare's revenue arrangements generally consist of a single performance obligation to transfer promised services. Revenue is recognized when PaintCare delivers the services. Based on PaintCare's evaluation process and review of its contracts with customers, the timing and amount of revenue previously recognized is consistent with how revenue is recognized under the new standard. No changes were required for the previously reported revenues as a result of the adoption.

Notes to Financial Statements June 30, 2020 and 2019

2. Summary of Significant Accounting Policies (continued)

Revenue Recognition (continued)

Program participants report their monthly unit sales of paint through a secure, HTTPS online system using their unique user ID and password. The participant must pay a paint recovery fee per unit sold, based on container size, according to the established fee schedule for each state program. As the PaintCare recovery fee is added to the wholesale price of paint and passed through uniformly to the retail purchase price of paint—so that the manufacturer, distributor, and/or retailer is made whole—in some cases, distributors or retailers have elected to undertake the obligation of the manufacturer for these fees. Thus, PaintCare has allowed remitter agreements in the program, whereby a distributor or retailer reports and remits directly to PaintCare on behalf of a participant manufacturer's brand or brands. Reports and payments are due by the end of the month following the reporting period.

Revenue from all other sources is recognized when earned.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Measure of Operations

PaintCare includes in its measure of operations all revenues and expenses that are an integral part of its programs and supporting activities and excludes net investment return and loss on disposal of intangible assets.

Reclassifications

Certain amounts in the 2019 financial statements have been reclassified to conform to the 2020 presentation. These reclassifications have no effect on the change in net assets previously reported.

Notes to Financial Statements June 30, 2020 and 2019

2. Summary of Significant Accounting Policies (continued)

Change in Accounting Principles

FASB Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers (Topic 606), as amended, supersedes or replaces nearly all revenue recognition guidance under accounting principles generally accepted in the United States of America. These standards establish a new contract and control-based revenue recognition model, change the basis for deciding when revenue is recognized over time or at a point in time, and expand disclosures about revenue. PaintCare has implemented Topic 606 and has adjusted, if applicable, the presentation in these financial statements accordingly. The amendments have been applied retrospectively to all periods presented. The implementation had no impact on the previously reported net assets.

In June 2018, the FASB issued ASU 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. This standard assists entities in evaluating whether transactions should be accounted for as contributions or exchange transactions and determining whether a contribution is conditional. PaintCare has implemented the provisions of ASU 2018-08 applicable to both contributions received and to contributions made in these financial statements under a modified prospective basis. The implementation had no impact on the previously reported net assets.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Subsequent Events

In preparing these financial statements, PaintCare has evaluated events and transactions for potential recognition or disclosure through September 22, 2020, the date the financial statements were available to be issued.

Notes to Financial Statements June 30, 2020 and 2019

3. Liquidity and Availability

PaintCare strives to maintain liquid financial assets sufficient to cover 90 days of general expenditures. Management periodically reviews PaintCare's liquid asset needs and adjusts the cash and cash equivalent balances as necessary. Amounts in excess of operating liquidity needs are invested in money market funds and highly liquid securities.

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following at June 30:

| | 2020 | _ | 2019 |
|---|---|---|---|
| Cash and cash equivalents Accounts receivable, net Investments appropriated for current use | \$ 17,994,309 8,029,728 34,660,675 | | \$ 15,596,294 6,964,498 28,595,981 |
| Total available for general expenditures | \$ 60,684,712 | _ | \$ 51,156,773 |

4. Concentration of Credit Risk

Financial instruments that potentially subject PaintCare to significant concentrations of credit risk consist of cash and cash equivalents, and investments. PaintCare maintains cash deposit and transaction accounts, along with investments, with various financial institutions and these values, from time to time, may exceed insurable limits under the Federal Deposit Insurance Corporation (FDIC) and Securities Investor Protection Corporation (SIPC). PaintCare has not experienced any credit losses on its cash and cash equivalents, and investments to date as it relates to FDIC and SIPC insurance limits. Management periodically assesses the financial condition of these financial institutions and believes that the risk of any credit loss is minimal.

Notes to Financial Statements June 30, 2020 and 2019

5. Accounts Receivable

Accounts receivable related to the following programs were due as follows at June 30:

| | | 2020 | 2019 | | |
|---------------------------------------|----|-----------|------|-----------|--|
| California | \$ | 3,756,933 | \$ | 3,931,082 | |
| Colorado | | 1,119,812 | | 761,606 | |
| Minnesota | | 1,381,682 | | 749,761 | |
| Oregon | | 838,339 | | 716,721 | |
| Connecticut | | 500,308 | | 392,831 | |
| Maine | | 193,279 | | 189,135 | |
| Rhode Island | | 118,954 | | 113,726 | |
| District of Columbia | | 57,820 | | 64,030 | |
| Vermont | | 126,596 | | 109,781 | |
| Corporate | | 180 | | | |
| Total accounts receivable | | 8,093,903 | | 7,028,673 | |
| Less: allowance for doubtful accounts | | (64,175) | | (64,175) | |
| Accounts receivable, net | \$ | 8,029,728 | \$ | 6,964,498 | |

6. Investments and Fair Value Measurements

Net investment return consists of the following for the years ended June 30:

| | 2020 | 2019 |
|---|---|---|
| Interest and dividend income Net realized and unrealized gain Less: investment fees | \$ 1,224,635 1,349,277 (156,387) | \$ 1,238,869 1,748,144 (145,885) |
| Investment return, net | \$ 2,417,525 | \$ 2,841,128 |

Notes to Financial Statements June 30, 2020 and 2019

6. Investments and Fair Value Measurements (continued)

PaintCare invests a portion of its accumulated surplus in a portfolio with Bank of America/Merrill Lynch. The sole objective of the portfolio is to earn a return equal to the rate of inflation and thus preserve the purchasing power of its capital. Interest, dividends, changes in market value, and other investment activities are allocated to each state program based on the relative net asset balances of each state program. Oversight of the investments is provided by the PaintCare Budget and Finance Committee and by the PaintCare Board of Directors.

PaintCare follows FASB ASC 820, Fair Value Measurements and Disclosures, for its financial assets. This standard establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. Fair value measurement standards require an entity to maximize the use of observable inputs (such as quoted prices in active markets) and minimize the use of unobservable inputs (such as appraisals or other valuation techniques) to determine fair value. The categorization of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the entity's perceived risk of that instrument.

The inputs used in measuring fair value are categorized into three levels. Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and liabilities and have the highest priority. Level 2 is based upon observable inputs other than quoted market prices, and Level 3 is based on unobservable inputs. Transfers between levels in the fair value hierarchy are recognized at the end of the reporting period.

In general, and where applicable, PaintCare uses quoted prices in active markets for identical assets to determine fair value. This pricing methodology applies to Level 1 investments. Level 2 inputs include government securities, which are valued based on quoted prices in less active markets.

Notes to Financial Statements June 30, 2020 and 2019

6. Investments and Fair Value Measurements (continued)

The following table presents PaintCare's fair value hierarchy for those assets measured on a recurring basis as of June 30, 2020:

| | | Level 1 | Level 2 | Level 3 | Total |
|------------------------|----|---------------|------------|---------|------------|
| Equities: | | | | | |
| _ | \$ | 121 612 ¢ | • | ф ф | 124 642 |
| Energy | Ф | 424,643 \$ | - : | \$ - \$ | 424,643 |
| Materials | | 526,801 | - | - | 526,801 |
| Industrials | | 1,508,670 | - | - | 1,508,670 |
| Consumer discretionary | 7 | 1,583,672 | - | - | 1,583,672 |
| Consumer staples | | 1,240,399 | - | - | 1,240,399 |
| Health care | | 2,002,096 | - | - | 2,002,096 |
| Financials | | 1,948,502 | - | - | 1,948,502 |
| Information technology | | 2,931,190 | - | - | 2,931,190 |
| Telecommunication | | | | | |
| service | | 1,320,305 | - | - | 1,320,305 |
| Utilities | | 608,459 | _ | _ | 608,459 |
| Real estate | | 656,213 | _ | _ | 656,213 |
| Blend | | 119,376 | _ | _ | 119,376 |
| Mutual funds: | | , | | | , |
| Exchange traded funds | | 6,000,478 | - | - | 6,000,478 |
| Fixed income | | 10,116,611 | - | - | 10,116,611 |
| Corporate bonds | | 6,162,876 | _ | _ | 6,162,876 |
| Cash equivalents | | 1,611,277 | _ | _ | 1,611,277 |
| Government securities: | | ,- , | | | ,- , |
| U.S. Treasury | | _ | 13,125,396 | _ | 13,125,396 |
| U.S. Agency | | _ | 3,581,568 | _ | 3,581,568 |
| 5.5. 11 50110 j | | | 2,201,200 | | 2,201,200 |
| Total investments | \$ | 38,761,568 \$ | 16,706,964 | \$ - \$ | 55,468,532 |

Notes to Financial Statements June 30, 2020 and 2019

6. Investments and Fair Value Measurements (continued)

The following table presents PaintCare's fair value hierarchy for those assets measured on a recurring basis as of June 30, 2019:

| | | Level 1 | Level 2 | Level 3 | Total |
|------------------------|----|---------------|---------------|---------|------------|
| Equition | | | | | |
| Equities: | Φ | C45 527 A | ď | Φ. | (45.527 |
| Energy | \$ | 645,537 \$ | - \$ | - \$ | 645,537 |
| Materials | | 516,536 | - | - | 516,536 |
| Industrials | | 1,537,644 | - | - | 1,537,644 |
| Consumer discretionary | 7 | 1,516,737 | - | - | 1,516,737 |
| Consumer staples | | 1,197,977 | - | - | 1,197,977 |
| Health care | | 1,807,095 | - | - | 1,807,095 |
| Financials | | 2,138,219 | - | - | 2,138,219 |
| Information technology | | 2,507,382 | - | - | 2,507,382 |
| Telecommunication | | | | | |
| service | | 1,257,481 | - | - | 1,257,481 |
| Utilities | | 564,074 | - | - | 564,074 |
| Real estate | | 687,533 | - | - | 687,533 |
| Blend | | 71,662 | - | - | 71,662 |
| Mutual funds: | | | | | |
| Exchange traded funds | | 4,518,546 | - | - | 4,518,546 |
| Fixed income | | 7,523,367 | - | - | 7,523,367 |
| Corporate bonds | | 6,869,374 | - | - | 6,869,374 |
| Cash equivalents | | 1,046,678 | - | - | 1,046,678 |
| Government securities: | | | | | |
| U.S. Treasury | | _ | 9,750,771 | _ | 9,750,771 |
| U.S. Agency | | _ | 3,894,394 | _ | 3,894,394 |
| <i>C</i> , | | | | | |
| Total investments | \$ | 34,405,842 \$ | 13,645,165 \$ | - \$ | 48,051,007 |

Notes to Financial Statements June 30, 2020 and 2019

7. Intangible Assets

Intangible assets consist of the following at June 30:

| | 2020 | 2019 | | |
|--|----------------------------|------|---------------------|--|
| Software Less: accumulated amortization | \$ 354,739 (143,556) | \$ | 354,739 (80,201) | |
| Intangible assets, net | \$ 211,183 | \$ | 274,538 | |

Amortization expense for each year of the estimated remaining lives is estimated to be as follows for the years ending June 30:

| 2021 2022 2023 2024 | \$ 63,355 63,355 63,355 21,118 |
|-------------------------------|--|
| Future estimated amortization | \$ 211,183 |

8. Related Party

ACA, a related party, is a separate, 501(c)(6) nonprofit organization working to advance the needs of the paint and coatings industry and the professionals who work in it. ACA serves its members as an advocate on legislative, regulatory, and judicial issues at the federal, state, and local levels. ACA also provides members with such services as research and technical information, statistical management information, legal guidance, and community service project support and acts as a forum for the exchange of information and ideas among the industry and its business partners. ACA incorporated PaintCare for the sole purpose of implementing programs for post-consumer architectural paint. ACA maintains a controlling interest in PaintCare through the ability to appoint its Board of Directors.

Notes to Financial Statements June 30, 2020 and 2019

8. Related Party (continued)

In February 2011, ACA and PaintCare entered into an affiliation agreement whereby ACA charges PaintCare an administrative fee, annually, to cover the following expense categories: allocation of time incurred by PaintCare officers, allocation of other direct labor, and allocation of occupancy and infrastructure costs. The term of the agreement is for one year and automatically renews for one-year terms unless canceled by either party.

For the years ended June 30, 2020 and 2019, the total administrative fees charged by ACA to PaintCare were \$2,151,495 and \$2,151,624, respectively. At June 30, 2020 and 2019, PaintCare owed ACA \$822,407 and \$800,081, respectively, which is recorded as due to affiliate in the accompanying statements of financial position.

9. Income Taxes

PaintCare is recognized as a tax-exempt organization under Internal Revenue Code (IRC) Section 501(c)(3) and is exempt from income taxes except for taxes on unrelated business activities.

No tax expense is recorded in the accompanying financial statements for PaintCare, as there was no unrelated business taxable income. Contributions to PaintCare are deductible as provided in IRC Section 170(b)(1)(A)(vi).

Management evaluated PaintCare's tax positions and concluded that PaintCare's financial statements do not include any uncertain tax positions.

SUPPLEMENTARY INFORMATION

PaintCare Inc.

Schedule of Activities, Organized by Program For the Year Ended June 30, 2020

| | Oregon | California | Connecticut I | Rhode Island | Minnesota | Vermont | Maine | Colorado | District of Columbia | Washington | New York | General and Administrative | Total |
|--|--------------------|--------------------------|---------------|--------------|---------------------|----------------------|--------------|----------------------|-------------------------|--------------|-------------|-------------------------------|------------|
| Operating Revenue Paint recovery fees | \$ 5,943,949 \$ | 35,992,569 \$ | 3,643,393 \$ | 991,912 \$ | 7,263,964 \$ | 936,987 \$ | 1,523,115 \$ | 7,202,092 \$ | 615,269 \$ | - \$ | - \$ | - \$ | 64,113,250 |
| Total operating revenue | 5,943,949 | 35,992,569 | 3,643,393 | 991,912 | 7,263,964 | 936,987 | 1,523,115 | 7,202,092 | 615,269 | ÷ | - | - | 64,113,250 |
| Expenses | | | | | | | | | | | | | |
| Salaries and related benefits | 117,155 | 895,093 | 95,999 | 29,632 | 202,568 | 40,165 | 85,538 | 189,394 | 13,990 | 38,947 | - | 1,478,836 | 3,187,317 |
| Collection support | 14,197 | 2,851,573 | 403,745 | 82,767 | 327,444 | 67,242 | 113,422 | 452,439 | 25,748 | - | - | - | 4,338,577 |
| Transportation and processing | 3,970,365 | 20,707,061 | 1,988,195 | 392,796 | 3,946,928 | 553,840 | 814,784 | 3,572,663 | 171,742 | - | - | - | 36,118,374 |
| Communications | 23,990 | 2,772,951 | 280,012 | 97,985 | 100,965 | 4,749 | 3,680 | 504,032 | 46,672 | 1,054 | - | 15,654 | 3,851,744 |
| State agency administrative fees | 40,000 | 412,640 | 20,000 | - | 21,917 | 15,000 | 78,919 | 120,000 | 26,468 | 22,700 | - | - | 757,644 |
| Management fees | - | - | - | - | - | - | - | - | - | - | - | 2,151,495 | 2,151,495 |
| Professional fees | 3,354 | 14,443 | 2,996 | 747 | 1,593 | 400 | 495 | 4,196 | 398 | 193 | - | 127,560 | 156,375 |
| Legal fees | 7,018 | 13,072 | 378 | - | - | - | 251 | 10,581 | 10,507 | 8,930 | 8,834 | 73,726 | 133,297 |
| Travel | 9,958 | 103,383 | 6,062 | 6,321 | 17,337 | 3,797 | 8,617 | 27,093 | 7,494 | 4,813 | 6,533 | 104,692 | 306,100 |
| Meetings | 312 | 5,224 | 304 | 646 | 816 | 37 | 37 | 1,672 | 108 | 358 | 219 | 12,950 | 22,683 |
| Office and supplies | 3,146 | 7,964 | 377 | 263 | 2,150 | 308 | 90 | 1,708 | 3 | 1,205 | - | 25,617 | 42,831 |
| Subscriptions and publications | 702 | 2,516 | 12 | 4 | 1,126 | 5 | 11 | 470 | _ | 208 | - | 55,894 | 60,948 |
| Advertising and promotions | - | - | - | - | · <u>-</u> | - | - | _ | _ | - | - | 8,435 | 8,435 |
| Professional development | 2,274 | 19,204 | 5,852 | 2,870 | 5,313 | 50 | 2,206 | 8,005 | _ | 723 | 4,626 | 36,425 | 87,548 |
| Amortization | - | · - | · - | · - | | _ | · - | · - | _ | - | | 63,355 | 63,355 |
| Insurance | - | _ | _ | _ | _ | _ | _ | _ | _ | - | _ | 235,948 | 235,948 |
| Bank fees | 893 | _ | 169 | 226 | _ | _ | 964 | _ | _ | - | _ | 81,676 | 83,928 |
| Other expenses | 12,609 | 81 | - | 22 | - | 37 | 185 | 798 | - | 322 | - | <u> </u> | 14,054 |
| Total expenses | 4,205,973 | 27,805,205 | 2,804,101 | 614,279 | 4,628,157 | 685,630 | 1,109,199 | 4,893,051 | 303,130 | 79,453 | 20,212 | 4,472,263 | 51,620,653 |
| Change in Net Assets from Operations | 1,737,976 | 8,187,364 | 839,292 | 377,633 | 2,635,807 | 251,357 | 413,916 | 2,309,041 | 312,139 | (79,453) | (20,212) | (4,472,263) | 12,492,597 |
| Non-Operating Activity | | | | | | | | | | | | | |
| Investment return, net | - | - | - | - | - | - | - | - | - | - | - | 2,417,525 | 2,417,525 |
| Change in Net Assets Before Allocation of General and Administrative Activities | 1,737,976 | 8,187,364 | 839,292 | 377,633 | 2,635,807 | 251,357 | 413,916 | 2,309,041 | 312,139 | (79,453) | (20,212) | (2,054,738) | 14,910,122 |
| General and administrative allocation Investment allocation | (292,379) | (2,843,138) 2,098,712 | (272,767) | (80,330) | (404,784) 56,274 | (47,755) (18,061) | (101,377) | (383,817) 256,224 | (45,916) 24,376 | - - | - | 4,472,263 (2,417,525) | - |
| Total Change in Net Assets | 1,445,597 | 7,442,938 | 566,525 | 297,303 | 2,287,297 | 185,541 | 312,539 | 2,181,448 | 290,599 | (79,453) | (20,212) | - | 14,910,122 |
| Net Assets (Deficit), beginning of year | (90,151) | 49,412,295 | 3,386,666 | 823,729 | 218,961 | (523,581) | 161,368 | 5,506,945 | 461,659 | (51,412) | - | - | 59,306,479 |
| Net Assets (Deficit), end of year | \$ 1,355,446 \$ | 56,855,233 \$ | 3,953,191 \$ | 1,121,032 \$ | 2,506,258 \$ | (338,040) \$ | 473,907 \$ | 7,688,393 \$ | 752,258 \$ | (130,865) \$ | (20,212) \$ | - \$ | 74,216,601 |

Schedule of Activities, Organized by Program For the Year Ended June 30, 2019

| | Oregon | California | Connecticut | Rhode Island | Minnesota | Vermont | Maine | Colorado | District of Columbia | Washington | General and Administrative | Total |
|---|-----------------|---------------|--------------|--------------|--------------|--------------|--------------|--------------|-------------------------|-------------|-------------------------------|------------|
| Operating Revenue | | | | | | | | | | | | • |
| Paint recovery fees | \$ 5,478,466 \$ | 34,611,457 \$ | 3,445,259 \$ | 930,766 \$ | 6,413,373 \$ | 866,404 \$ | 1,295,654 \$ | 6,817,282 \$ | 634,885 \$ | - \$ | - \$ | 60,493,546 |
| Total operating revenue | 5,478,466 | 34,611,457 | 3,445,259 | 930,766 | 6,413,373 | 866,404 | 1,295,654 | 6,817,282 | 634,885 | - | - | 60,493,546 |
| Expenses | | | | | | | | | | | | |
| Salaries and related benefits | 113,319 | 812,614 | 93,741 | 27,808 | 133,528 | 39,213 | 82,807 | 194,026 | 16,034 | 2,544 | 1,395,251 | 2,910,885 |
| Collection support | 20,381 | 3,134,672 | 434,073 | 100,440 | 448,281 | 81,970 | 145,009 | 506,813 | 38,858 | - | - | 4,910,497 |
| Transportation and processing | 4,085,078 | 22,661,082 | 2,133,266 | 471,744 | 4,214,375 | 636,180 | 933,710 | 3,989,607 | 216,039 | - | - | 39,341,081 |
| Communications | 59,874 | 3,394,905 | 462,698 | 105,153 | 187,698 | 9,375 | 23,502 | 610,488 | 104,388 | - | 61,056 | 5,019,137 |
| State agency administrative fees | 40,000 | 224,526 | 20,000 | - | 24,319 | 15,000 | 71,003 | 120,000 | 26,000 | - | - | 540,848 |
| Management fees | - | - | - | - | - | - | - | - | - | - | 2,151,624 | 2,151,624 |
| Professional fees | 2,700 | 25,432 | 5,596 | 769 | 2,950 | 2,829 | 3,541 | 37,900 | 496 | - | 94,447 | 176,660 |
| Legal fees | 350 | 201,033 | 11,511 | 15,144 | 10,078 | 263 | 9,505 | 3,339 | 1,186 | - | 23,632 | 276,041 |
| Travel | 21,803 | 156,565 | 9,951 | 5,527 | 14,731 | 7,134 | 17,143 | 49,160 | 9,095 | 4,502 | 157,311 | 452,922 |
| Meetings | 1,240 | 10,542 | 533 | - | 1,487 | 71 | 152 | 3,200 | 546 | 18 | 21,997 | 39,786 |
| Office and supplies | 1,040 | 3,443 | 229 | 288 | 1,019 | 246 | 314 | 1,968 | 163 | - | 30,954 | 39,664 |
| Subscriptions and publications | 931 | 5,002 | 292 | 81 | 1,530 | 119 | 252 | 1,718 | 4 | - | 81,761 | 91,690 |
| Advertising and promotions | 90 | - | - | - | - | - | - | 3,361 | - | - | - | 3,451 |
| Professional development | 1,653 | 27,506 | 2,716 | 856 | 4,971 | 127 | 2,773 | 7,458 | 51 | - | 25,531 | 73,642 |
| Amortization | - | - | - | - | - | - | - | - | - | - | 112,611 | 112,611 |
| Insurance | - | - | - | - | - | - | - | - | - | - | 220,261 | 220,261 |
| Bank fees | 1,185 | - | 1,572 | 979 | - | - | 205 | - | - | - | 56,681 | 60,622 |
| Research and development grant | - | 100,000 | - | - | - | - | - | 100,000 | - | - | - | 200,000 |
| Other expenses | 16,016 | 6,425 | 351 | 303 | 23,482 | 40 | 10,845 | 341 | 309 | - | 815 | 58,927 |
| Total expenses | 4,365,660 | 30,763,747 | 3,176,529 | 729,092 | 5,068,449 | 792,567 | 1,300,761 | 5,629,379 | 413,169 | 7,064 | 4,433,932 | 56,680,349 |
| Change in Net Assets from Operations | 1,112,806 | 3,847,710 | 268,730 | 201,674 | 1,344,924 | 73,837 | (5,107) | 1,187,903 | 221,716 | (7,064) | (4,433,932) | 3,813,197 |
| Non-Operating Activities | | | | | | | | | | | | |
| Investment return, net | _ | _ | _ | _ | _ | _ | _ | _ | _ | _ | 2,841,128 | 2,841,128 |
| Loss on disposal of intangible assets | | - | - | - | - | - | - | - | - | - | (102,362) | (102,362) |
| Change in Net Assets Before Allocation of | | | | | | | | | | | | |
| General and Administrative Activities | 1,112,806 | 3,847,710 | 268,730 | 201,674 | 1,344,924 | 73,837 | (5,107) | 1,187,903 | 221,716 | (7,064) | (1,695,166) | 6,551,963 |
| General and administrative allocation | (293,665) | (2,855,647) | (273,967) | (80,683) | (406,565) | (47,965) | (101,824) | (385,506) | (46,124) | (44,348) | 4,536,294 | - |
| Investment allocation | | 2,567,226 | - | - | (493) | (26,253) | (2,417) | 282,154 | 20,911 | - | (2,841,128) | - |
| Total Change in Net Assets | 819,141 | 3,559,289 | (5,237) | 120,991 | 937,866 | (381) | (109,348) | 1,084,551 | 196,503 | (51,412) | - | 6,551,963 |
| Net Assets (Deficit), beginning of year | (909,292) | 45,853,006 | 3,391,903 | 702,738 | (718,905) | (523,200) | 270,716 | 4,422,394 | 265,156 | - | - | 52,754,516 |
| Net Assets (Deficit), end of year | \$ (90,151) \$ | 49,412,295 \$ | 3,386,666 \$ | 823,729 \$ | 218,961 \$ | (523,581) \$ | 161,368 \$ | 5,506,945 \$ | 461,659 \$ | (51,412) \$ | - \$ | 59,306,479 |

Appendix Section C



Maine Paint Stewardship Program

Each year about 800 million gallons of architectural paint is sold in the United States. Did you know that about 10 percent goes unused and is available for recycling?

Maine's paint stewardship law requires the paint manufacturing industry to develop a financially sustainable and environmentally responsible program to manage postconsumer architectural paint.

The program includes education about buying the right amount of paint, tips for using up remaining paint, and setting up convenient recycling locations throughout the state.

Paint manufacturers established PaintCare, a nonprofit organization, to run paint stewardship programs in states with applicable laws.

PaintCare Products

These products have a fee when you buy them and are accepted for free at drop-off sites:

- Interior and exterior architectural paints: latex, acrylic, water-based, alkyd, oil-based, enamel (including textured coatings)
- Deck coatings, floor paints (including elastomeric)
- · Primers, sealers, undercoaters
- Stains
- Shellacs, lacquers, varnishes, urethanes (single component)
- Waterproofing concrete/masonry/wood sealers and repellents (not tar or bitumen-based)
- Metal coatings, rust preventatives
- · Field and lawn paints

Leaking, unlabeled, and empty containers are not accepted at drop-off sites.

- · Paint thinners, mineral spirits, solvents
- Aerosol paints (spray cans)
- Auto and marine paints
- Art and craft paints
- · Caulk, epoxies, glues, adhesives
- Paint additives, colorants, tints, resins
- Wood preservatives (containing pesticides)
- Roof patch and repair
- · Asphalt, tar and bitumen-based products
- 2-component coatings
- Deck cleaners
- Traffic and road marking paints
- Industrial Maintenance (IM) coatings
- Original Equipment Manufacturer (OEM) (shop application) paints and finishes

For information about recycling and proper disposal of non-PaintCare products, please contact your garbage hauler, local environmental health agency, household hazardous waste program, or public works department.







MAINE

Places to Take Leftover Paint

Paint recycling is more convenient with PaintCare. We set up paint drop-off sites throughout the state. To find your nearest drop-off site, use PaintCare's site locator at www.paintcare.org or call our hotline at (855) PAINT09.

How to Recycle

PaintCare sites accept all brands of leftover house paint, stain, and varnish, whether recently used or many years old. Containers must be five gallons or smaller, and some types of paint are not accepted. See back panel for a list of what PaintCare accepts for recycling.

All PaintCare drop-off sites accept up to five gallons of paint per visit. Some sites accept more. Please call sites in advance to make sure they can accept the amount of paint you would like to recycle.

Make sure all containers of paint have lids and original labels, and load them securely in your vehicle. Take them to a drop-off site during their regular business hours. We'll take it from there.



What Happens to the Paint?

PaintCare makes sure that your leftover paint is remixed into recycled paint, used as a fuel, made into other products, or is properly disposed if no other beneficial use for it can be found.

Who Can Use the Program?

Households can bring as much latex or oil-based paint as the site is willing to accept.

To use the PaintCare program for oil-based paint, a business must qualify as an exempt generator under federal and any analogous state hazardous waste generator rules. Please visit www.paintcare.org/VSQG for more information on exempt generator rules. If your business does not qualify as an exempt generator, it will not be able to use the program for oil-based paint, but it can still use the program for latex products.

Large Volume Pickup

If you have at least 200 gallons of paint to recycle at your business or home, ask about our free pickup service. Please visit paintcare.org or call for more details or to request an appointment.

PaintCare Fee

PaintCare is funded by a fee paid by paint PaintCare is funded by a fee paid by paint manufacturers for each can of paint they sell in the state. Manufacturers pass the fee to retailers, who then apply it to the price of paint. Sales tax is not applied to the fee in Maine. Stores can choose whether or not to show the fee on their receipts. The fee is based on the size of the container as follows:

\$0.00 Half pint or smaller

\$ 0.35 Larger than half pint up to smaller than 1 gallon

\$0.75 1 gallon

\$1.60 Larger than 1 gallon up to 5 gallons

Not a Deposit

The fee is not a deposit — it is part of the purchase price. The fee is used to fund the costs of running the program, including recycling, public education, staffing, and other expenses.

Contact Us

To learn more or find a drop-off site, please visit www.paintcare.org or call (855) PAINT09.

Mini Card



Buy right. Use it up. Recycle the rest.

Manufacturers of paint created PaintCare, a nonprofit organization, to set up convenient places for you to recycle leftover paint. We're working to provide environmentally sound and cost-effective recycling programs in your state and others with paint stewardship laws.

LEARN MORE

Visit www.paintcare.org or follow us on Facebook for tips on how to buy the right amount of paint, store paint properly, use up leftover paint, and find a drop-off site. We also have a free pick-up service for businesses or households with at least 300 gallons of paint to recycle.



Paint Recycling Program

About the Maine PaintCare Program

PAINTCARE

Paint manufacturers created PaintCare, a nonprofit organization, to set up convenient places for households and businesses to recycle leftover paint. PaintCare sets up paint drop-off sites throughout states that adopt paint stewardship laws.

PAINTCARE PRODUCTS

These products have a fee when purchased and will be accepted for free at PaintCare drop-off sites:

- Latex house paints (acrylic, water-based)
- Oil-based house paints (alkyd)
- Stains
- Primers and undercoaters
- · Shellacs, lacquers, varnishes, urethanes
- · Deck and floor paints
- Sealers and waterproofing coatings for wood, concrete, and masonry

PAINTCARE FEE

The PaintCare fee is applied to the purchase price of architectural paint sold in the state as required by state law. Sales tax is not applied to the PaintCare fee in Maine. The fee is applied to each container and vary by the size of the container as follows:

| Half pint or smaller | \$ 0.00 |
|---|---------|
| Larger than half pint up to smaller than 1 gallon | \$ 0.35 |
| 1 gallon | \$ 0.75 |
| Larger than 1 gallon up to 5 gallons | \$ 1.60 |

For more information or to find a place to take your unwanted paint for recycling, please ask for the PaintCare brochure, visit www.paintcare.org, or call (855) PAINT09.

NON-PAINTCARE PRODUCTS

- · Paint thinners and solvents
- Aerosol paints (spray cans)
- · Auto and marine paints
- · Paint additives, colorants, tints, resins
- Wood preservatives (containing pesticides)
- · Asphalt, tar and bitumen-based products
- · 2-component coatings
- Coatings used for Original Equipment Manufacturing or shop application
- Any non-coatings (caulk, spackle, cleaners, etc.)



Recycle with PaintCare

www.paintcare.org

Paint Recycling Made Easy

recycling more convenient, cost effective, and environmentally sound. Paint doesn't belong in the trash or down the drain. If you can't use it up, recycle it with PaintCare.

We're setting up locations in your state where you can bring old paint for free all year-round.



What types of paint products can be recycled in Maine?



PAINTCARE PRODUCTS

(YOU CAN RECYCLE THESE)

These products have fees when you buy them and are accepted for free when you drop them off for recycling:

- · Water-based paints
- (latex, acrylic)
 Oil-based paints (alkyd)
- StainsPrimers
- Varnishes · Shellacs
- Lacquers
- Urethanes
- · Deck paints
- Floor paints Sealers
- Waterproofing coatings

NON-PAINTCARE PRODUCTS

Leaking, unlabeled, and empty containers are not accepted.

- Paint thinners and solventsAerosol paints (spray cans)
- Auto and marine paints
- · Paint additives, colorants, tints, resins
- Wood preservatives (containing pesticides)
- · Asphalt, tar, and
- bitumen-based products
- · 2-component coatings
- Coatings used for Original Equipment Manufacturing or shop application
- · Any non-coatings
- (caulk, spackle, cleaner, etc.)

PROGRAM FUNDING

The PaintCare Fee is applied to the purchase price of architectural paint sold in your state as required by law. Effective December 1, 2018, sales tax is not applied to the fees in Maine. Fees are based on container size:

| Half pint or smaller | \$0.00 |
|---|--------|
| Larger than half pint and smaller than 1 gallon | \$0.35 |
| 1 gallon | \$0.75 |
| Larger than 1 gallon up to 5 gallons | \$1.60 |

LEARN MORE: Please ask for a PaintCare program brochure, visit www.paintcare.org, or call (855) 724-6809.



Information for Painting Contractors

UPDATED — AUGUST 2020

How do paint stewardship laws affect painting contractors?

Paint Recycling Made Easy

PaintCare is a nonprofit organization established by the American Coatings Association to implement statemandated paint stewardship programs on behalf of paint manufacturers in states that pass paint stewardship laws. PaintCare currently operates programs in California, Colorado, Connecticut, District of Columbia, Maine, Minnesota, Oregon, Rhode Island, and Vermont, and is developing programs for New York and Washington. The main goal of the programs is to decrease paint waste and recycle more postconsumer (leftover) paint.

Paint Drop-Off Sites

The primary requirement of paint stewardship laws is for paint manufacturers to set up paint drop-off sites at retailers and other locations where households and businesses are able to take leftover architectural paint, free of charge

Most drop-off sites are paint and hardware stores; others are waste transfer stations, recycling centers, and household hazardous waste facilities. Participation as a drop-off site is voluntary. There are more than 1,800 drop-off sites across all PaintCare programs. To find a drop-off location, visit www.paintcare.org.

Fee and Funding

As required by laws in PaintCare jurisdictions, the program is funded by a fee (known as the PaintCare fee) that must be added by manufacturers to the wholesale price of all architectural paint sold in the state, including paint sold in stores and online. This fee is paid by manufacturers to PaintCare to fund program operations including paint collection and recycling, consumer education, and program administration. Displaying the fee on receipts is optional for retailers; however, PaintCare asks retailers to show the fee to inform consumers about the program.

The PaintCare fee is based on container size and varies from one program to another:

California, Colorado, Connecticut, Maine, Rhode Island

\$ 0.00 — Half pint or smaller

\$ 0.35 — Larger than half pint up to smaller than 1 gallon

\$ 0.75 — 1 gallon

\$ 1.60 — Larger than 1 gallon up to 5 gallons

District of Columbia, Oregon

\$ 0.00 — Half pint or smaller

\$ 0.45 — Larger than half pint up to smaller than 1 gallon

\$0.95 - 1 gallon up to 2 gallons

\$ 1.95 — Larger than 2 gallons up to 5 gallons

Minnesota

\$ 0.00 — Half pint or smaller

\$ 0.49 — Larger than half pint up to smaller than 1 gallon

\$0.99 - 1 gallon up to 2 gallons

\$ 1.99 — Larger than 2 gallons up to 5 gallons

Vermont

\$ 0.00 — Half pint or smaller

\$ 0.49 — Larger than half pint up to smaller than 1 gallon

\$ 0.99 — 1 gallon

\$ 1.99 — Larger than 1 gallon up to 5 gallons

New York and Washington

The fee structure in upcoming states is not yet known. PaintCare will propose fee structures in the program plans for New York and Washington, and they will be based on the anticipated costs to run each state program. The PaintCare fee must be approved by each state oversight agency. Visit www.paintcare.org for updates.

RECOMMENDATIONS FOR CONTRACTORS

Preparing Estimates

When estimating jobs, contractors should take the PaintCare fee into account by checking with suppliers to make sure their quotes for paint products include the fee.

Pass Fee to Customers

PaintCare suggests that painting contractors pass on the fee to customers in order to recoup the fee they pay. Tell customers that quotes include the PaintCare fee and that the fee funds a statewide paint recycling program.

Convenient Paint Drop-Off Sites

With paint drop-off sites conveniently located throughout PaintCare states, anyone can drop off their leftover paint year round. Many contractors report clearing out their storage spaces and no longer stockpiling paint. And contractors now have an answer for customers who ask what to do with old paint they no longer want; they can recommend that they use PaintCare drop-off sites too.

Most drop-off sites take 5 gallons per customer per trip, thought some take more. All retail drop-off sites take paint from businesses, although some transfer stations and household hazardous waste programs only serve households. Always call a drop-off site ahead of time to make sure they have space for your volume and to confirm they take paint from businesses.

Pickup Service for Large Volumes

Painting contractors, property managers, and others with at least 200 gallons of postconsumer paint to recycle may qualify to have their paint picked up by PaintCare for free. To learn more about this service or to request an appointment, visit www.paintcare.org/pickup or call (855) PAINT09.

Business Limits

To use the PaintCare program for oil-based paint, a business must qualify as an exempt generator under federal and any analogous state hazardous waste generator rules. Please visit www.paintcare.org/VSQG for more information on exempt generator rules. If your business does not qualify as an exempt generator, it will not be able to use the program for oil-based paint, but it can still use the program for latex products.

What Products are Covered?

The products accepted at PaintCare drop-off sites are the same products that have a fee when they are sold. PaintCare products include interior and exterior architectural coatings sold in containers of five gallons or less. They do not include aerosol products (spray cans), industrial maintenance (IM), original equipment manufacturer (OEM), or specialty coatings.

PAINTCARE PRODUCTS

- Interior and exterior architectural paints: latex, acrylic, water-based, alkyd, oil-based, enamel (including textured coatings)
- Deck coatings, floor paints
- Primers, sealers, undercoaters
- Stains
- Shellacs, lacquers, varnishes, urethanes
- Waterproofing concrete/masonry/wood sealers and repellents (not tar or bitumen-based)
- Metal coatings, rust preventatives
- Field and lawn paints

NON-PAINTCARE PRODUCTS

- Paint thinners, mineral spirits, solvents
- Aerosol paints (spray cans)
- Auto and marine paints
- Art and craft paints
- Caulking compounds, epoxies, glues, adhesives
- Paint additives, colorants, tints, resins
- Wood preservatives (containing pesticides)
- Roof patch and repair
- Asphalt, tar, and bitumen-based products
- 2-component coatings
- Deck cleaners
- Traffic and road marking paints
- Industrial Maintenance (IM) coatings
- Original Equipment Manufacturer (OEM) (shop application) paints and finishes



Large Volume Pickup (LVP) Service

UPDATED — MAY 2020

PaintCare offers a free pickup service to painting contractors, property managers, and others with large amounts of leftover architectural paint.

Who is PaintCare?

PaintCare is a nonprofit organization established by the American Coatings Association to operate paint stewardship programs on behalf of paint manufacturers in states that pass paint stewardship laws.

Paint Drop-Off Sites

In states with a paint stewardship program, PaintCare's primary effort is to set up conveniently located drop-off sites—places where residents and businesses may take their unwanted paint for no charge. Sites set their own limits on the volume of paint they accept from customers per visit (usually from 5 to 20 gallons). To find a drop-off site near you, please use PaintCare's site locator at www.paintcare.org or call (855) PAINT09.

Large Volume Pickups

For those who have accumulated a large volume of paint, PaintCare also offers a pickup service. Large volume means at least 200 gallons, measured by container size (not volume). On a case-by-case basis, PaintCare may approve a pickup for less than 200 gallons if there are no drop-off sites in your area. After two or three pickups, you may be switched to a repeat pickup service (see next page).

Drums and Bulked Paint Are Not Accepted

PaintCare only accepts paint in containers that are 5 gallons or smaller in size. Leave paint in original cans with original labels; do not combine or bulk paint from small cans into larger ones. If you have unwanted paint in drums or containers larger than 5 gallons, please contact a paint recycling company or a hazardous waste transportation company to assist you.

HOW TO REQUEST A LARGE VOLUME PICKUP

1) Sort and count your paint

Tally the number of each container size and the type of products you have, sorted into two categories: (1) water-based paints and stains, and (2) oil-based paint and stains and any other program products (sealers and clear top-coat products, such as varnish and shellac).

2) Fill out the LVP Request Form

Fill out the Large Volume Pickup Request Form on our website. Upon request, the form is also available as a PDF and can be returned to PaintCare by email, fax, or regular mail. Visit www.paintcare.org/pickup or call PaintCare for the form.

Scheduling

After reviewing your form, PaintCare staff will either approve your site for a pickup or inform you of the best place to take your paint if you do not meet the requirements. If approved, you will be put in contact with our licensed hauler to schedule a pickup. It may be several weeks before your pickup occurs.

On the Day of Your Pickup

Sort your products into the two categories noted above and store them in an area that has easy access for the hauler. If the paint is far from where the hauler parks, the path between should be at least four feet wide to accommodate movement of the boxes.



The hauler is responsible to pack the paint into the shipping containers. Once your paint is properly packed and loaded onto the hauler's truck, you will sign a shipping document and receive a copy for your records. Your paint will then be taken to an authorized processing facility for recycling.

Repeat Service for Large Volume Pickups

For businesses that generate large volumes of unwanted paint on a regular basis, a service for recurring direct pickups is available. With this service, you will be provided with empty bins and can request a pickup when at least three bins are filled. Your full bins will be swapped with empty bins each time a pickup occurs. You will be required to sign a contract with PaintCare, and PaintCare will provide onsite training how how to properly pack the paint.

Business Limits

To use the PaintCare program for oil-based paint, a business must qualify as an exempt generator under federal and any analogous state hazardous waste generator rules. Please visit www.paintcare.org/VSQG for more information on exempt generator rules. If your business does not qualify as an exempt generator, it will not be able to use the program for oil-based paint, but it can still use the program for latex products.

If You Have Products We Don't Accept

PaintCare does not accept all paints (such as aerosols and automotive finishes) or other hazardous waste. If you have solvents, thinners, pesticides, or any non-PaintCare products (see list to right for examples), we recommend that residents contact their local household hazardous waste (HHW) program. Some HHW programs also allow businesses to use their program for a modest fee. Otherwise, businesses should contact a licensed hazardous waste transportation company.

What Products are Covered?

The products accepted at PaintCare drop-off sites are the same products that have a fee when they are sold. PaintCare products include interior and exterior architectural coatings sold in containers that are no larger than 5 gallons. They do not include aerosol products (spray cans), industrial maintenance (IM), original equipment manufacturer (OEM), or specialty coatings.

PAINTCARE PRODUCTS

- Interior and exterior architectural paints: latex, acrylic, water-based, alkyd, oil-based, enamel (including textured coatings)
- Deck coatings, floor paints
- Primers, sealers, undercoaters
- Stains
- Shellacs, lacquers, varnishes, urethanes
- Waterproofing concrete/masonry/wood sealers and repellents (not tar or bitumen-based)
- Metal coatings, rust preventatives
- Field and lawn paints

NON-PAINTCARE PRODUCTS

- Paint thinners, mineral spirits, solvents
- Aerosol paints (spray cans)
- Auto and marine paints
- Art and craft paints
- Caulking compounds, epoxies, glues, adhesives
- Paint additives, colorants, tints, resins
- Wood preservatives (containing pesticides)
- Roof patch and repair
- Asphalt, tar, and bitumen-based products
- 2-component coatings
- Deck cleaners
- Traffic and road marking paints
- Industrial Maintenance (IM) coatings
- Original Equipment Manufacturer (OEM) (shop application) paints and finishes

Appendix Section D



FY20 Awareness Survey Results

prepared by



Response Summary

- Surveys were conducted in two phases in alignment with differing fiscal years:
 - Phase I November 2019: Colorado, Oregon, and the District of Columbia
 - Phase II March 2020: California, Connecticut, Maine, Minnesota, Rhode Island, and Vermont

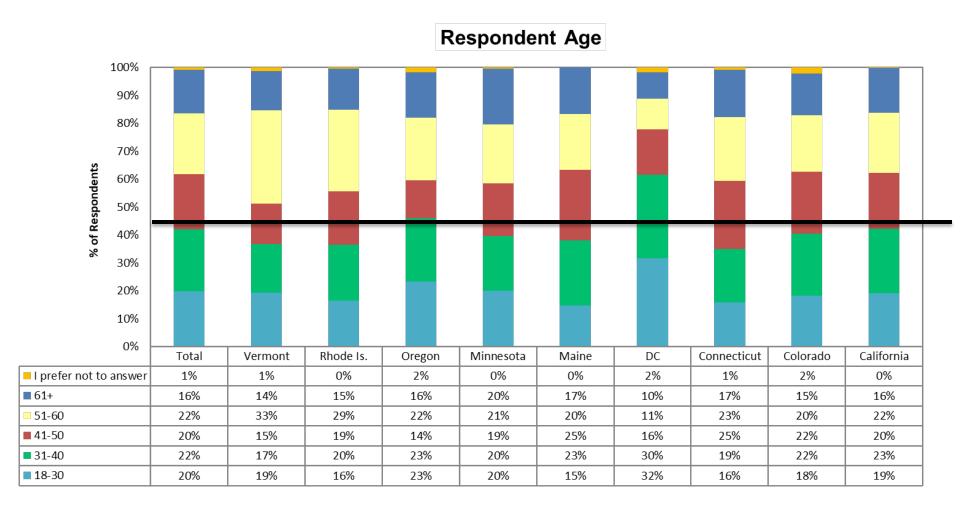
| Q | | Partial Surveys | Full Surveys | Total Surveys | Margin of Error* | | |
|--|--|-----------------|--------------|----------------------|------------------|--|--|
| | California | 34 | 655 | 689 | +/-3% | | |
| | Colorado | 9 | 274 | 283 | +/-5% | | |
| | Connecticut | 8 | 264 | 272 | +/-5% | | |
| The state of the s | The District of Columbia 5 252 257 +/-5% | | | | | | |
| | Maine | 18 | 253 | 271 | +/-5% | | |
| | Minnesota 10 260 270 +/-5% | | | | | | |
| | Oregon | 21 | 250 | 271 | +/-5% | | |
| | Rhode Island | 14 | 250 | 264 | +/-5% | | |
| | Vermont | 2 | 150 | 152 | +/-7% | | |
| | Total | 121 | 2608 | 2729 | | | |
| | | | | | | | |

KB Insights *90% confidence interval



Profile of Respondents - Age

- A good mix of age ranges were represented in each state's/district's sample.
- The median age was 41-50 in all states except D.C. where it was 31-40.

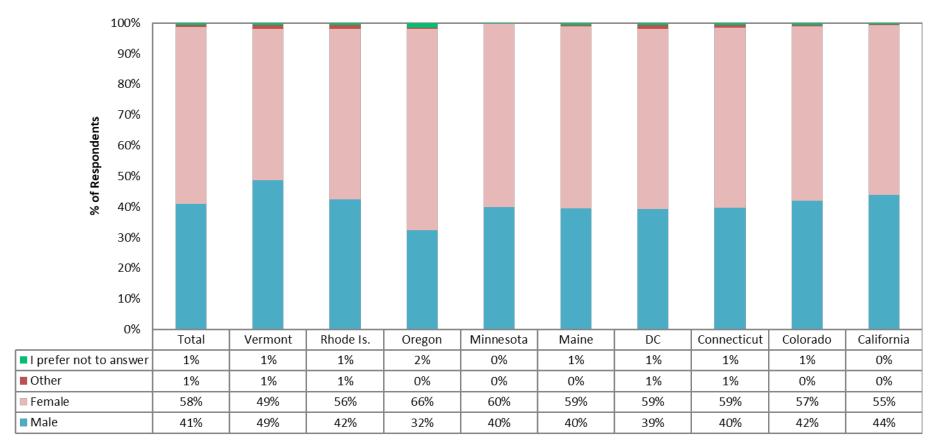


Sample Sizes: Total 2608; Vermont 150; Rhode Island 250; Oregon 250; Minnesota 260; Maine 253; DC 252; Connecticut 264; Colorado 274; California 655

Profile of Respondents - Gender

- 41% of all respondents were men; 58%, women.
- Very few declined to share this information or provided an "other" response.

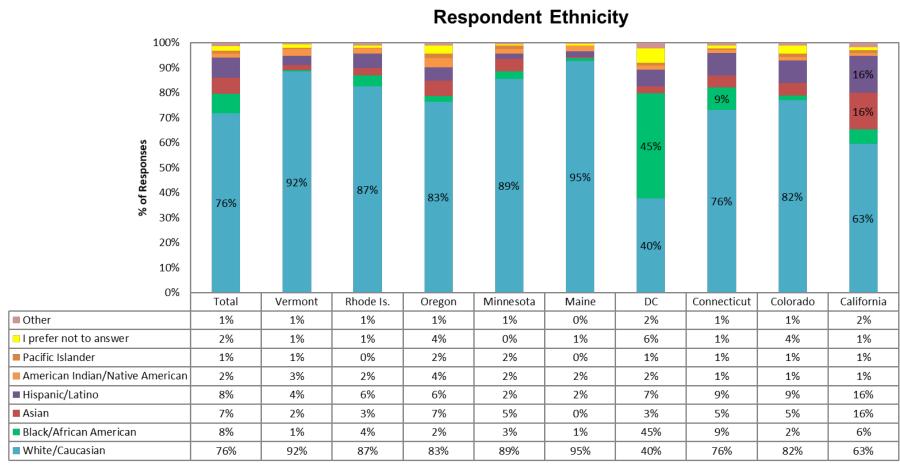




Sample Sizes: Total 2608; Vermont 150; Rhode Island 250; Oregon 250; Minnesota 260; Maine 253; DC 252; Connecticut 264; Colorado 274; California 655

Profile of Respondents - Ethnicity

- 76% of all respondents identified themselves as Caucasian.
- However, there were variances within states/the district consistent with census data. For example, Washington D.C. had the highest proportion of African American respondents; California, the highest proportion of Hispanic and Asian respondents.

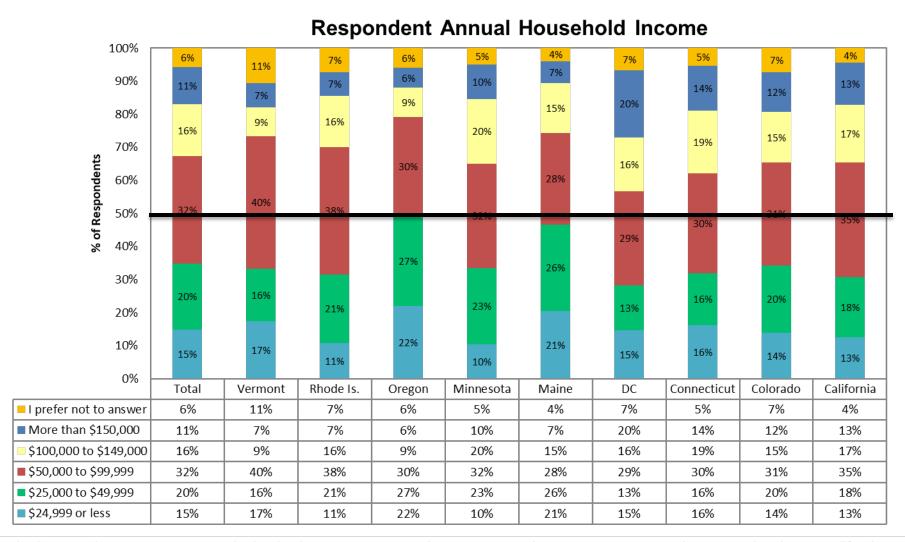


Other Ethnicities: Arab, Jew, Armenian, German, Swedish, Italian, Mixed, Human

Sample Sizes: Total 2596; Vermont 150; Rhode Island 246; Oregon 249; Minnesota 259; Maine 253; DC 252; Connecticut 264; Colorado 274; California 649

Profile of Respondents - Income

The median household income level for respondents in each state/district was \$50-99K.



Sample Sizes: Total 2608; Vermont 150; Rhode Island 250; Oregon 250; Minnesota 260; Maine 253; DC 252; Connecticut 264; Colorado 274; California 655

Profile of Respondents - Income

- Most respondents live in single-family homes.
- Condominium/apartment living was more predominant in Washington D.C.

Respondent Dwelling Type

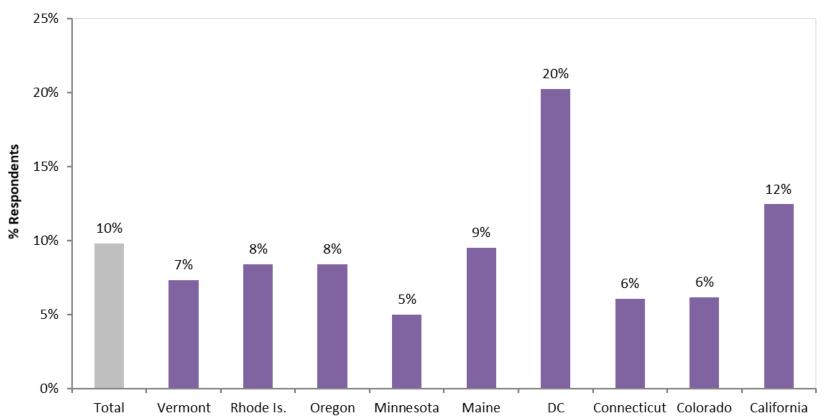


Sample Sizes: Total 2608; Vermont 150; Rhode Island 250; Oregon 250; Minnesota 260; Maine 253; DC 252; Connecticut 264; Colorado 274; California 655

Profile of Respondents – Paint-Related Profession

- 10% of those surveyed said they painted professionally—consistent with 2018 findings.
- There were significant variances between states. As in 2018, the percentage of those who said they painted professionally was highest in Washington D.C and lowest in Minnesota.

Do you paint professionally (NOT as an artist)?



Sample Sizes: Total 2616; Vermont 150; Rhode Island 250; Oregon 250; Minnesota 260; Maine 253; DC 252; Connecticut 265; Colorado 277; California 659

Profile of Respondents – Paint-Related Profession

Other

■ Handyman

■ Property maintenance crew

larger jobs)

- Only about a third of those who said they painted professionally were dedicated painting contractors.
- Many were general contractors, property maintenance crew-members and handymen.

What type of professional painter are you?



| Other |
|---|
| Boat painting for maintenance |
| Hobby |
| homeowner |
| I do everything from plumbing, installing showers, installing carpets, hardwood floor installation, painting plowing etc. |
| I'm not a pro painter |
| It's not a paying job but I'm good at it |

Sample Sizes: Total 255; Vermont 11; Rhode Island 21; Oregon 21; Minnesota 13; Maine 24; DC 51; Connecticut 17; Colorado 15; California 82

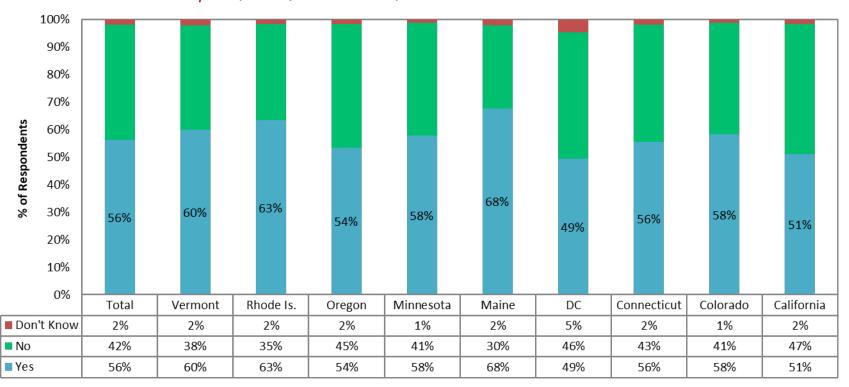
CONSUMER BEHAVIOR, PAINT PURCHASING AND DISPOSAL

Recency of Paint Purchases

- Slightly more than half of respondents bought paint in the last year.
- Results varied slightly by state. Maine showed the most paint purchases; Washington D.C., the least.

Have you purchased paint in the last year*?

*For the purposes of this question, "paint" includes primer, interior or exterior house paint, stain, deck sealer, and clear finishes like varnish.



Measurements Prior to Paint Purchases

- 61% of respondents measured ahead of time to determine paint needs, similar to 2018 results.
- The highest level of preparation occurred in California and D.C.; the lowest, in Colorado.

Before purchasing, did you take any measurements of the area to be painted to figure out how much paint was needed for the project?

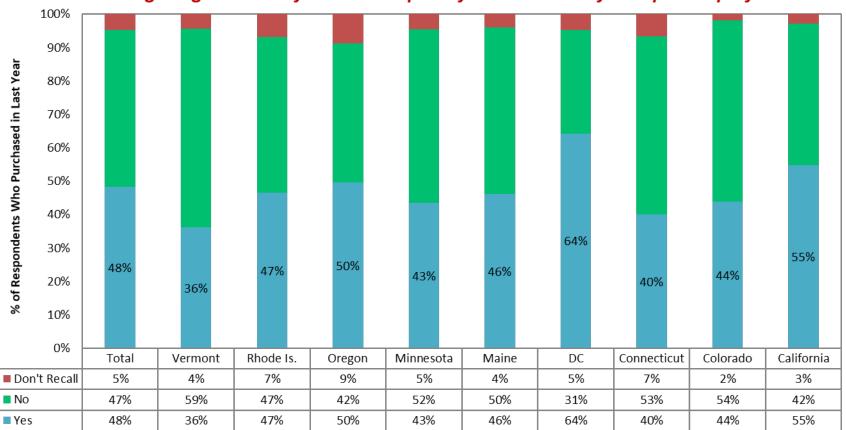


Sample Sizes: Total 1497; Vermont 91; Rhode Island 161; Oregon 137; Minnesota 152; Maine 173; DC 126; Connecticut 150; Colorado 164; California 343

Paint Store Assistance

- Almost half the time, respondents said the paint store assisted them with determining paint needs.
- D.C. retailers are most involved in this process; Vermont and Connecticut retailers, the least.

Did the staff at a paint retailer (e.g. paint/hardware/lumber store) assist you with figuring out exactly how much paint you needed for your specific project?



Sample Sizes: Total 1497; Vermont 91; Rhode Island 161; Oregon 137; Minnesota 152; Maine 173; DC 126; Connecticut 150; Colorado 164; California 343

Leftover Paint

- The median amount of paint stored at home or business was "less than a gallon" in Rhode Island, Oregon, Maine, D.C., and California.
- Respondents stored slightly more paint in Vermont, Minnesota, Connecticut and Colorado where the median was 1-5 gallons.

How much leftover or unwanted paint do you have in your home or business at this time (e.g., primer, interior or exterior house paint, stain, deck sealer, or clear finishes like varnish)?

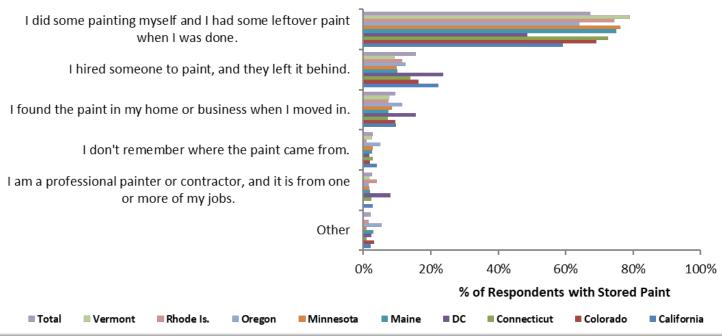


Sample Sizes: Total 2652; Vermont 152; Rhode Island 253; Oregon 256; Minnesota 262; Maine 256; DC 256; Connecticut 269; Colorado 280; California 668

Reasons for Paint Storage

As was the case in 2018, the top 2 reasons that consumers store paint was the same in all states/ districts: leftovers from their own paint job or from a contractor's paint job.

Where did most of the leftover paint come from that you currently have in your home/business?



| | Total | Vermont | Rhode Is. | Oregon | Minnesota | Maine | DC | Connecticut | Colorado | California |
|---|-------|---------|-----------|--------|-----------|-------|-----|-------------|----------|------------|
| I did some painting myself and I had some leftover paint when I was done. | 67% | 79% | 74% | 64% | 76% | 75% | 49% | 73% | 69% | 59% |
| I hired someone to paint, and they left it behind. | | 9% | 12% | 13% | 10% | 10% | 24% | 14% | 16% | 22% |
| I found the paint in my home or business when I moved in. | | 8% | 8% | 11% | 8% | 8% | 16% | 7% | 9% | 10% |
| I don't remember where the paint came from. | | 3% | 1% | 5% | 3% | 3% | 2% | 3% | 2% | 4% |
| I am a professional painter or contractor, and it is from one or more of my jobs. | 3% | 2% | 4% | 2% | 2% | 2% | 8% | 2% | 0% | 3% |
| Other | 2% | 0% | 2% | 5% | 1% | 3% | 2% | 1% | 3% | 2% |
| Sample Size | 1989 | 119 | 199 | 183 | 214 | 199 | 173 | 208 | 213 | 481 |

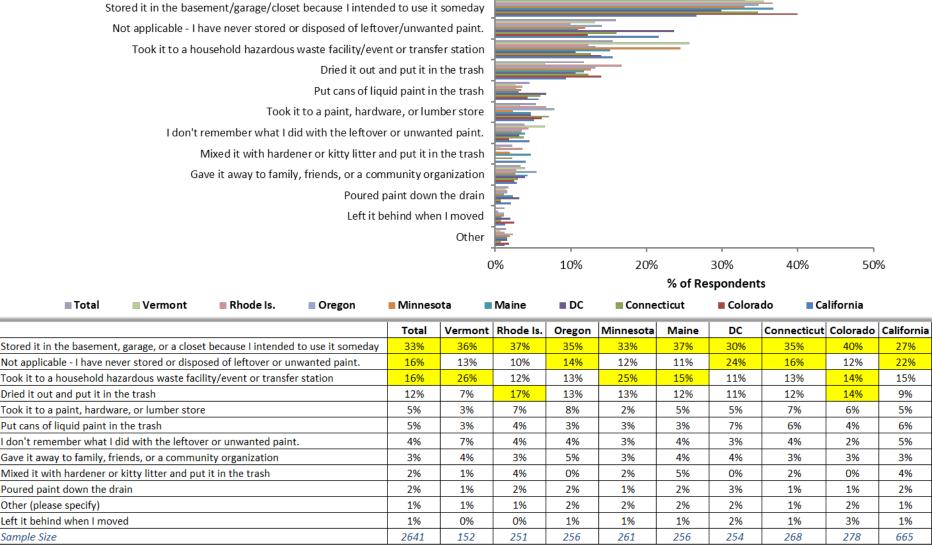
"Other" Paint Sources - Comments

| Other P. | aint Sources | | | | | | |
|---|--|--|--|--|--|--|--|
| artist, that's normal stock Left on property when we moved in | | | | | | | |
| | | | | | | | |
| Bought it | Left over from my father | | | | | | |
| bought it | Leftover from having my home rebuilt in 2013 after it burned down in 2011 | | | | | | |
| came with the house | Lowes | | | | | | |
| Dropped off the excess paint at local recycling center | My dad also helped repaint the outside of the house we live in. | | | | | | |
| From my job | My father and from various projects | | | | | | |
| Home depo | My husband bought it. | | | | | | |
| I asked to have it marked in jars for touch ups for future reference as | | | | | | | |
| needed. The Home Depot took the cans and we put the paint in glass | My husband did the painting and some as left over | | | | | | |
| jars for color matching. | | | | | | | |
| I bought it at a store | My mom bought it | | | | | | |
| I bought it from lows | My parents use it | | | | | | |
| I bought the paint from a store | My wife has some leftover paint from internal jobs. | | | | | | |
| I brought paint myself | Paint's leftover from past projects would be my guess. | | | | | | |
| I collect it from people living around my location | purchased but haven't used the paint | | | | | | |
| I bired company and did pointing united | Some was from having my house professionally painted and some indoor | | | | | | |
| I hired someone and did painting myself | rooms and some from paint I bought | | | | | | |
| I inherited it. | Someone else in my household painted various things and we have some | | | | | | |
| i innerited it. | paint left over. | | | | | | |
| I painted and have some leftover | spouse | | | | | | |
| i puff painted crafts and fabric | Store | | | | | | |
| I work for a company that buys and sells properties and owns two | | | | | | | |
| motels. I often have to paint out rooms at the motels and at the | Store-bought | | | | | | |
| properties that they purchase. | | | | | | | |
| just what I had left from painting my washroom | Was going to paint and decided not to | | | | | | |
| | years ago, like 2014, mainly when moved in over here from mother-in-laws, | | | | | | |
| Landlords/property owners bought and gave to me | same land, had the place re-done, so yes paint from that, can't recall if in | | | | | | |
| | last 12 months i have, bought spray cans like | | | | | | |

Past Paint Disposal Methods

- Most commonly, people store paint in their basement, garage or closet because they might need it later.
- Disposing at HHW facility & dry/trash method were prevalent in many states as well.

In the past, which has been your preferred method to dispose of leftover/unwanted paint?



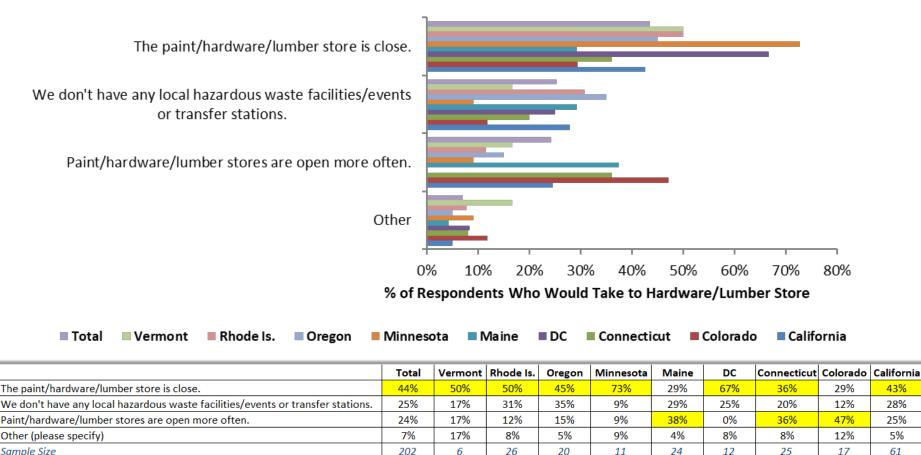
"Other" Disposal Methods - Comments

| Other Disp | posal Methods | | | | | | |
|---|--|--|--|--|--|--|--|
| Brought it to the dump when the town had a 3 day time you could bring paint ect & they take care of it. | Kept for later use. | | | | | | |
| Disposal drop off site for Hennepin County | kept it for the next job | | | | | | |
| Don't know; someone else is responsible for it | left it in can and disposed of it | | | | | | |
| Donate it | local landfill that recycles it | | | | | | |
| Gave to county recycling agency | Mix it all together and paint the sidewalk and driveway concrete sealing it and protecting it | | | | | | |
| Have it stored in garage for future use | Mixed them together and paint the garage | | | | | | |
| hazmat pick up | more than one answer: save for touch-ups, took back to store (where they didn't want it), left behind, dried for trash, hazardous waste disposal | | | | | | |
| I haven't bought paint in years | My spouse took it to be disposed of | | | | | | |
| I live in a apartment | normally use it all up, then of course it's more the disposal of the empty tin or whatever | | | | | | |
| I mix leftovers to use | Painted stuff | | | | | | |
| i rent and a landlord takes care of it? | saved the paint and reused it as needed. | | | | | | |
| I still have paint because I don't know what to do with it | Throw it in a big dumpster that we rented | | | | | | |
| I use evervy drop of leftover paint/stains for touch-ups. Empty containers go in recycling can | Use when need | | | | | | |
| I use it on small projects, shelves inside cabinets and crafting projects | Used all of it | | | | | | |
| It's in my basement | Used the leftovers on another project | | | | | | |
| We often just store the left over paint for future use. Even a quarter of a gallon will do one entire wall if not 2-3 walls | various | | | | | | |

Past Paint Store Disposal Preference

- Proximity is the number one reason for recycling at retail stores across most states/the district, with the exception of Maine and Colorado where hours of operation make the biggest difference.
- Note: results should be interpreted directionally as sample sizes are low.

What is the main reason you would take paint to a paint/hardware/lumber store instead of a household hazardous waste facility/event or eventor transfer station?



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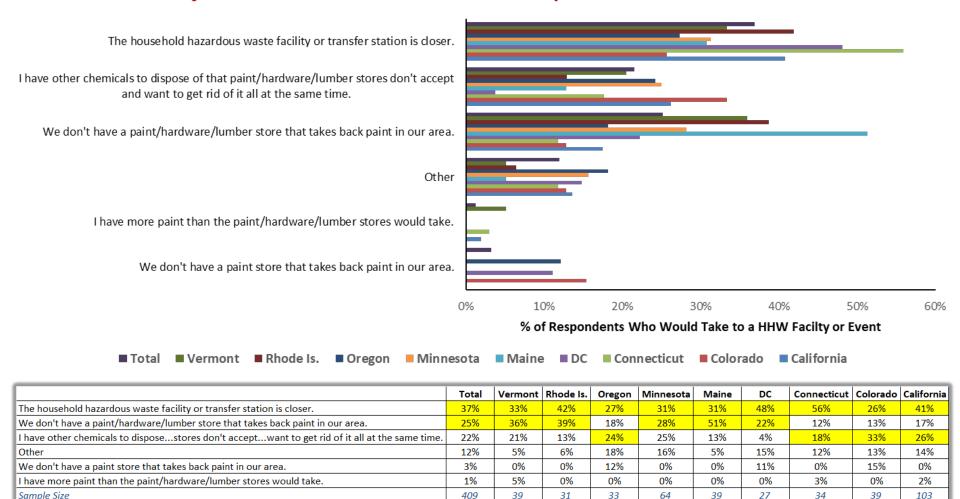
Other Reasons for Paint Store Disposal - Comments

| Other Reasons to Take to a Paint Store | | | | | |
|--|--|--|--|--|--|
| knew someone who was mixing an off color and neeeded the paint in my can | | | | | |
| Legal | | | | | |
| Not sure what I'm suppose to do with it | | | | | |
| paint store accepts and disposes properly | | | | | |
| Paint store advertised to being left over paint | | | | | |
| sherwin Williams is designated as a paint recycler | | | | | |
| some are required to take it for disposal | | | | | |
| The store recycles paint | | | | | |
| They are closer to where I live | | | | | |
| They are the ones to bring it to for recycling | | | | | |
| THEY CAN DISPOSE OF IT PROPERLY | | | | | |
| They dispose of it properly or donate to habitat for humanity | | | | | |
| they dispose paint for us | | | | | |
| We didn't know what to do with it | | | | | |

Household Hazardous Waste Facility/Event Preference

- Proximity is the top reason for HHW facility/event preferences in all states except Colorado where the need to dispose other chemicals is most important.
- Note: results should be interpreted directionally as sample sizes are low.

What is the main reason you would take paint to a household hazardous waste facility/event or transfer station instead of a paint/hardware/lumber store?



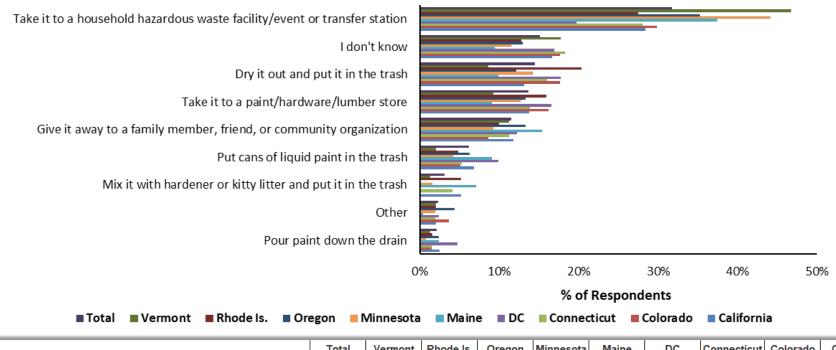
Other Reasons for HHW Disposal - Comments

| Other Reasons to Take Paint to HHW Facility/Event or Transfer Station | | | | | | |
|--|---|--|--|--|--|--|
| Appropriate & best means of environmentally sounddisposal | I don't know if hardware stores in our area take and dispose off them? | | | | | |
| because I can also get free paint there | I never gave any other option a thought | | | | | |
| better way to dispose of it | I never thought of taking it back to the paint store! | | | | | |
| Convenient | I thought that was where I should take it | | | | | |
| Convenient | I want it disposed of properly. | | | | | |
| Did not know that stores take the paint back | I was getting rid of old electronics and I took the old paint to the hazardous waste site at the same time. | | | | | |
| did not know that you could take old paint to paint store | I wasn't aware that hardware stores would take old paint | | | | | |
| Did not know they took it | I wasn't aware the paint store would take it back. | | | | | |
| didn't know hardware stores took it back | I'm not aware of stores that take back paint, whereas these events are specifically advertised for this purpose | | | | | |
| Didn't know I could take it to a paint store | it is the best place to dispose of paint materials | | | | | |
| Didn't know that was an option | its easy | | | | | |
| Didn't know they took it | It's the responsible thing to do. | | | | | |
| Didn't know they took paint | It's where I've always taken it. I didnt realize I could take it back to the hardware store. | | | | | |
| dont know if store would take | Never heard of paint stores disposing of paint for you. | | | | | |
| events | No knowledge of this | | | | | |
| Family works there | not sure if we have a hardware store that will take it | | | | | |
| For safety purposes | Recycle | | | | | |
| haz waste center is free & easy to use in Boulder | recycling was not available that long ago. 1978 | | | | | |
| I believe they will do the best job of disposing of it properly. | Smarter choice | | | | | |
| I didn't know a paint/hardware/lumber store took old paint. | Special paint recycle day! | | | | | |
| i didn't know i could. | that is where you take it | | | | | |
| I didn't know that paint stores would take it backillI have to check or this | That's where I'm supposed to take it | | | | | |
| I didn't know that the store would take them | The transfer station takes unlimited amounts thru PaintCare system. | | | | | |
| I didn't know they took it. | Worry about the environment! | | | | | |

Future Paint Disposal Intentions

- The top method for future paint disposal in all states/the district is taking it to a HHW event or facility.
- There is still a high percentage of respondents who don't know what they would do.

If you wanted to get rid of unwanted paint in the near future, what would you most likely do with it?



| | Total | Vermont | Rhode Is. | Oregon | Minnesota | Maine | DC | Connecticut | Colorado | California |
|---|-------|---------|-----------|--------|-----------|-------|-----|-------------|----------|------------|
| Take it to a household hazardous waste facility/event or transfer station | 32% | 47% | 27% | 35% | 44% | 37% | 20% | 28% | 30% | 28% |
| I don't know | 15% | 18% | 13% | 13% | 11% | 9% | 17% | 18% | 18% | 17% |
| Dry it out and put it in the trash | 14% | 9% | 20% | 12% | 14% | 10% | 18% | 16% | 18% | 13% |
| Take it to a paint/hardware/lumber store | 14% | 9% | 16% | 13% | 13% | 9% | 17% | 14% | 16% | 14% |
| Give it away to a family member, friend, or community organization | 11% | 11% | 10% | 13% | 9% | 15% | 12% | 11% | 9% | 12% |
| Put cans of liquid paint in the trash | 6% | 2% | 5% | 6% | 4% | 9% | 10% | 5% | 5% | 7% |
| Mix it with hardener or kitty litter and put it in the trash | 3% | 1% | 5% | 0% | 2% | 7% | 0% | 4% | 0% | 5% |
| Other (please specify) | 2% | 2% | 2% | 4% | 2% | 0% | 2% | 2% | 4% | 2% |
| Pour paint down the drain | 2% | 1% | 2% | 2% | 1% | 2% | 5% | 1% | 1% | 2% |
| Sample Size | 2,635 | 152 | 251 | 255 | 261 | 254 | 254 | 268 | 278 | 662 |

"Other" Disposal Intentions

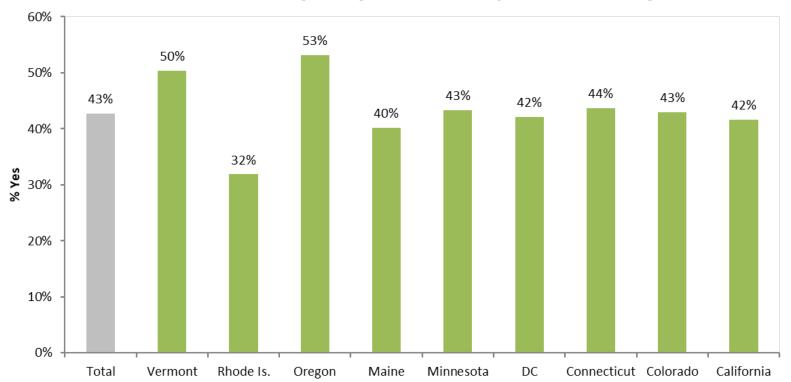
| Other Future Di | sposal Methods | | | | | |
|---|--|--|--|--|--|--|
| Add kitty litter | Mix with cat litter to dry out and dispose. | | | | | |
| Ask Lowe's or home Depot | None | | | | | |
| Check with city to see where old/leftover paint should be taken. | not sure, cause not sure refuse place takes it, used to take cardboard, then only certain types now, my wife says I'm from UK originally, think might be something to do with China, or whoever takes recycling get guilt trips in surveys, making me out to look bad, when not that I don't care or want to recycle, but my hands are tied if they won't take things like | | | | | |
| Clean it and wash it | only buy what i need | | | | | |
| Disposal drop off site for Hennepin County | Place it in the barn with rest of the leftover paint, to be used later. | | | | | |
| dispose of it properly via trash company | Probably keep it for touch ups and/or other small projects. I don't like to waste. | | | | | |
| donate if possible, otherwise neighborhood hazmat, I'm not only using polymers | recycle it | | | | | |
| Find something else to paint | Restore | | | | | |
| Give away | Save it | | | | | |
| give it to someone in complex, all houses painted same colors | STILL KEEPING | | | | | |
| Give to someone that needs it | Take it back to the place that I bought it because I paid a surtax to get rid of it they should have a sent you there to collect it that was Home Depot | | | | | |
| Google how to properly dispose of it and do that | Take it to a state sponsored paint disposal site | | | | | |
| Google the proper way to dispose it | Take it to habitat for humanity | | | | | |
| google what to do with it | Take it to Sherwin Williams which is a designated paint recycler | | | | | |
| Hold it until next year's County wide disposal event | take it to the recycling center | | | | | |
| I didn't know hardware stores would take it back | TAKE TOO RECYCLYCING CERTER | | | | | |
| I have never had any unwanted paint. | There is a local painting contractor that will recycle leftover paint. | | | | | |
| I live in a apartment | try to find a paint recycling center nearby | | | | | |
| I think our recycle center also takes itdoes that qualify as a hazardous center? | Use it | | | | | |
| I would inquire with my town as to what current proper disposal is in my area. | Use it | | | | | |
| I would research the best option then likely put it in the garage out of laziness | use it again | | | | | |
| I'd put it in the garage for storage. | Use it to kill plants | | | | | |
| If there was too much paint in the can to dry it our I would bring it to a hazardous waste facility | We never have unwanted paint so this doesn't apply to me | | | | | |
| In my current town, I would have to check into the possibilities | we pay a recycle fee upon purchase so I would return it | | | | | |
| Let Co-op dispose of it properly | Whatever method/disposal option is available in my area that is safe and clean. | | | | | |
| local landfill | Wouldn't happen as I don't paint. | | | | | |
| Mix it together and paint sidewalks, driveway and garage concrete to seal it and protect it. | · | | | | | |

PAINT RECYCLING AWARENESS/ENGAGEMENT

Awareness of Paint Recycling

- Oregon and Vermont had the highest percentages of respondents who knew that paint can be recycled; Rhode Island, the lowest.
- All other states are similar--in the low 40% range.

Prior to this survey, did you know that paint can be recycled?

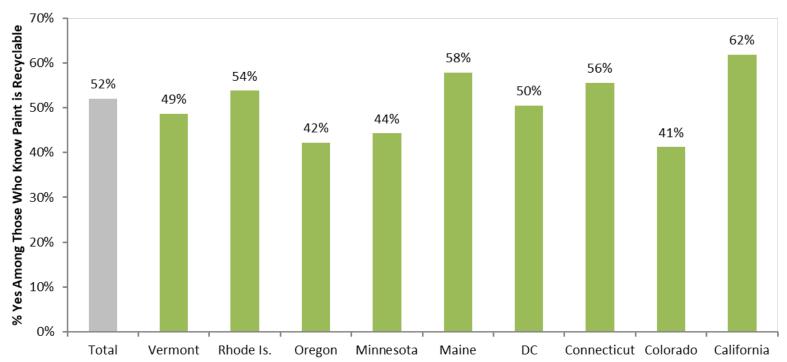


Sample Sizes: Total 2631; Vermont 151; Rhode Island 251; Oregon 254; Minnesota 261; Maine 254; DC 254; Connecticut 268; Colorado 277; California 661

Awareness of Fee Among Those Who Knew About Recycling

- Those who are aware that paint can be recycled are not necessarily aware of the nuances of how it works. About half of these respondents knew that there was a recycling fee added to paint purchases.
- California, Maine and Connecticut showed the highest levels of awareness; Oregon and Colorado, the lowest.

Are you aware that when you buy paint in (STATE), there is a small fee added to the price to pay for a program to recycle any leftover paint you have?

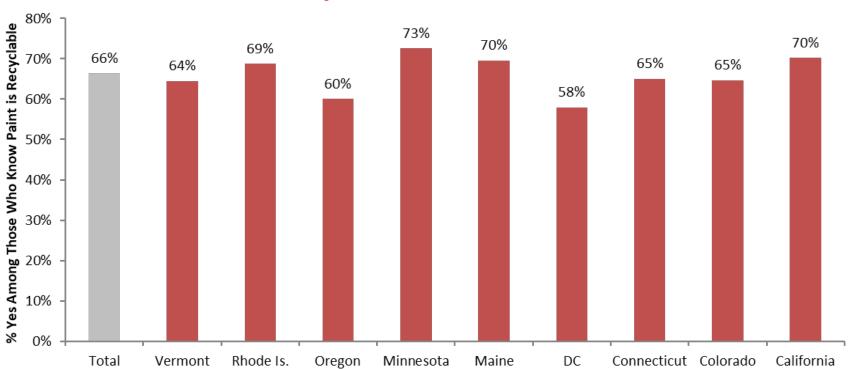


Sample Sizes: Total 1124; Vermont 76; Rhode Island 80; Oregon 135; Minnesota 113; Maine 102; DC 107; Connecticut 117; Colorado 119; California 275

Awareness of Places for Recycling

- Two thirds of all respondents who knew that paint could be recycled also knew where to take it.
- Minnesota, Maine, and California respondents were the most aware of recycling locations; D.C. and Oregon respondents, the least aware.

If you wanted to take paint somewhere to be recycled, do you know where to take it?

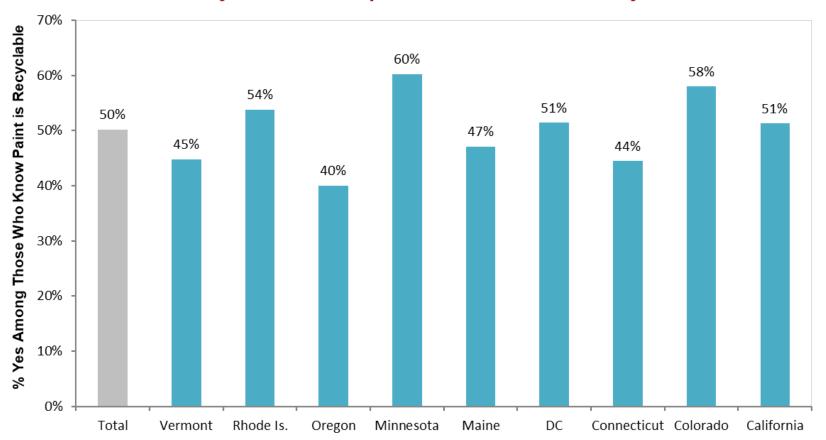


Sample Sizes: Total 1124; Vermont 76; Rhode Island 80; Oregon 135; Minnesota 113; Maine 102; DC 107; Connecticut 117; Colorado 119; California 275

Past Recycling Behaviors

- Half of those who said they were aware that paint can be recycled said they had done so in the past.
- Minnesota and Colorado respondents have recycled at the highest rates; Oregon, the lowest.

Have you ever taken paint somewhere to be recycled?

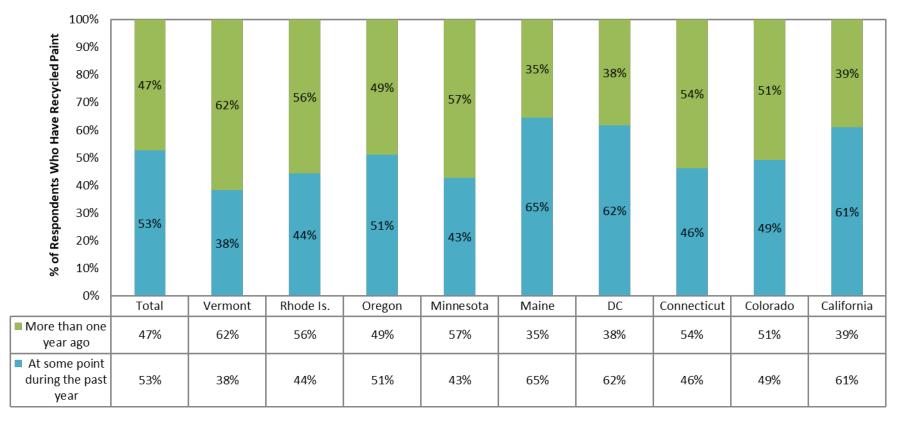


Sample Sizes: Total 1124; Vermont 76; Rhode Island 80; Oregon 135; Minnesota 113; Maine 102; DC 107; Connecticut 117; Colorado 119; California 275

Recency of Paint Recycling

- Slightly more than half of those who said they had recycled paint in the past said they had done so in the last year.
- Recyclers in Maine, D.C., and California were most active in the last year; Vermont and Minnesota recyclers, the least.

When was the most recent time you have taken paint somewhere to be recycled?

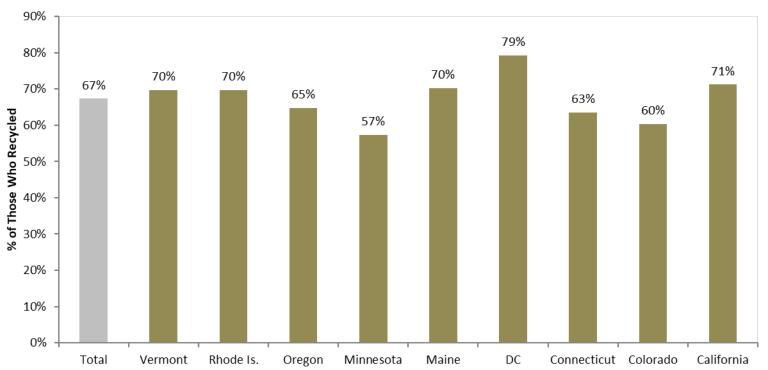


Sample Sizes: Total 563; Vermont 34; Rhode Island 43; Oregon 53; Minnesota 68; Maine 48; DC 55; Connecticut 52; Colorado 69; California 141

Person Who Took Paint for Recycling

- Two thirds of the time, the person who took the paint to be recycled was the same person who bought the paint.
- Results varied by state—D.C. was the highest in this regard; Minnesota, the lowest.

Was the person who physically took the paint to be recycled the same person who bought the paint?

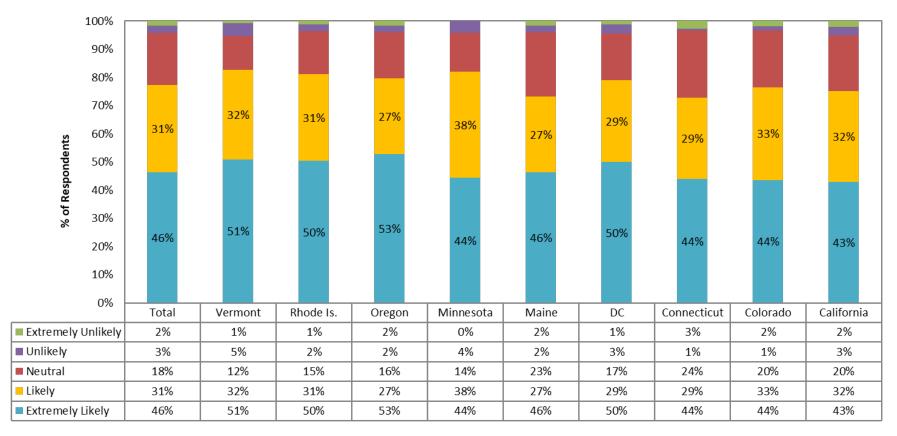


Sample Sizes: Total 563; Vermont 34; Rhode Island 43; Oregon 53; Minnesota 68; Maine 48; DC 55; Connecticut 52; Colorado 69; California 141

Opportunity for Future Paint Recycling

77% of all respondents said they were "extremely likely" or "likely" to recycle the next time they had paint to dispose. Results were fairly consistent across states/the district.





Sample Sizes: Total 2628; Vermont 151; Rhode Island 250; Oregon 252; Minnesota 261; Maine 254; DC 254; Connecticut 268; Colorado 277; California 661

Open-Ended Commentary: Recycling Motivations

The most common motivations to recycle paint are to help the environment, save the planet, reduce landfill waste, reuse resources, and get rid of clutter. Many said "it was the right thing to do."

Q19 What would be your personal motivation for recycling your leftover paint in the future?

trash n house t want less waste save earth money bring easier good idea recycle paint save money less better way sure possible future hazardous way avoid None take Save planet harm environment will try recycle don t care environment safer go waste earth green things water clean Yes rid Safety Environmental Environmental concerns know store right thing Keep landfill USE place good disposed properly Better environment longer recycle way dispose environment recycle everything paint something help environment try waste s better help reduce waste reuse anything want someone keep free protect environment environmentally friendly planet environment go Environmental reasons need s dispose motivation make harm Save environment hazardous waste landfill much able paint throwing away end leave dont save dont want someone use pollution put think make sure world great pollute

Sample Comments – Likely to Recycle

| What would be your personal motive | vation for recycling your leftover paint in the future? |
|--|---|
| | |
| Because i never liked taking it to a hazardous waste center but recycling it means it could be used again and that I think is a great idea | I am all for a greener future and anything that can be recycled should be. |
| keep environment safe glad that paint can be recycled and re-used | I do not like throwing things away if there is a way to recycle, reuse or compost it that is what I try to do. We humans waste so much and the planet is so crowed now. We do not need or have room for more landfills. I am trying to lessen my negative impact on the planet. I am trying to do my best to help the planet heal. If paint can be recycled that is one less contaminate that will end up hurting the water we all need to survive, animal and human. |
| a refund or rebate | I do not want to let things go to waste so I try to use it all. If I could no longer find a use for the leftover paint I have, I would recycle it because I do not want to cause pollution by disposing of it carelessly. |
| an easy way to do it local drop off or certain times throughout the year curb side pick up | I don't want to contribute to damage the environment |
| Anything that can be recycled should be | I don't like paint to be poured down sinks or drains. |
| As long as it doesn't cost would be better way than slot of options mentioned | I don't like the idea of being thrown away if it can be reused in the future |
| Avoid creating more waste. | I have been actively recycling for well over 20 years and will continue to do so |
| avoid having hazardous materials in my home | I prefer disposing of things in the best manner |
| Avoid pollution and waste. | I support recycling in general, I try to do my part. But I don't know if there is anywhere to recycle paint in my area. I will check though. |
| bc its illegal to pour it down the drain | I wouldn't want to keep paint in my house. I certainly don't want to dump it in the sewer. It's just a lot easier to take it to the transfer station recycle center. |
| Because i dont want to put toxic stuff into the landfills | If I can't get a use out of it then why not let someone else get use out of it. |
| Because know it has hazardous chemicals in it and needs to be taken to professionals to be disposed properly. | If it is free to do |
| Better environment and no mess in my house | It can be used and not wasted. There's too much waste in the world already |
| Better for the environment | It would save resources. it would prevent harmful substances from entering the environment. Someone might be able to reuse my paint |
| Better for the planet, if it is easy to dispose of | It's the right thing to do |
| Cash back | Lower my carbon footprint. |
| Clean planet | Money |
| Cleaning up the house | Protecting my drains! |
| Clutter | Save our planet |
| Contaminating the environment | Save the Earth one small act at a time. |
| Didn't know about the process, I usually store it inside, must make sure it doesn't freeze and then I use it on other products | So the kids don't get into it |
| Do not want to waste the product since it came from resources. Do not know where trashed paint ends up so better for environ. if can be used again | To avoid any toxic pollution |
| doing the right thing | To get it out of house and reduce clutter. |
| Doing what is best for the environment and not wasting things | To help better the climate! |
| Dont wanna contribute to pollution. | To keep chemicals away from nature |
| Dont want it in water | it's a hazardous materialhere in Maine in my city we have certain weekends where we can bring old hazardous materials to dump to be properly disposed in the safest manner |
| Environmentally better option for disposal | It can be used again |
| Future of humanity | it's the right thing to do. I usually use a water base paint but if I used something else I feel it needs to be disposed of properly. Pouring down the drain or out on the ground is inappropriate and could cause damages to where ever you put it |
| Get it out of my garage | I always recycle paint. I go to our transfer station weekly for trash and recycling and bring paint when I need to get rid of it. |
| Getting rid of it safely. | It sure beats leaving it in the garage for ten years. Better that it go somewhere it can be used. |
| Green | It's bad to pour it down the drain. My trash can has a sticker on it that says don't throw in the trash. I read how to get rid of it from a hazardous disposal website. |

Sample Comments – Likely to Recycle, continued

| What would be your personal mating | tion for requaling your lefterer point in the future? |
|---|---|
| | tion for recycling your leftover paint in the future? |
| Hazardous materials Health concern | It's Hazwaste I consider myself somewhat a "green" person and like to do things like recycling to help the environment. I recycle cans, glass, paper and cardboard. I have also brought paint to be recycled to Sherwin Williams, a paint recycling collection point here. I brought paint from my friends and neighbors too, in order to avoid it getting in the waste stream. |
| help the environment. The paint store took our old paint and they said it was to be recycled | Now that I know it can be recycled I will recycle |
| no motivation needed | It's better for the planet and for the animals |
| You just can't dump it anywhere. It's bad for the enviroment | It's less wasteful and it can be put to good use for someone else. |
| Receiving money | Save our planet! |
| its the right thing to do. recycle | Keeping it out of the landfill/groundwater |
| The cans and the paint gets recycled efficiently and we don't have to have them in our landfills. | THAT IT CAN BE PUT TO GOOD USE |
| Sustainability | I don't want chemicals in the environment via the dump/garbage |
| To help not contaminate my earth so others can live here longer with a clean environment | so it can be reused instead of wasted |
| We recycle everything we can. Before I just stored it with us and used it for touch up or other projects. My kids enjoy recycling as well so I would take them along to recycle the left over paint | To help the environment, and I always recycle everything. |
| If I can use the remaining paint next year, of course I would love to. In the future, when I go to paint, I will be less expensive. | this survey |
| Better for the environment | I want to do what I can to help the earth. |
| To recycle and save less processing of chemicals and other additives in paint. | I don't like to pollute |
| TO GET RID OF THE PAINT | Ensure that it does not go down drains. |
| i would rather recycle the paint, then for it to go somewhere where it should not go and contaminate the earth. | so I dont pollute the environment and they can reuse the paint |
| not letting the paint getting to the wrong place and adding to pollution or destruction | Get it out of the house safely |
| give to habitat for humanity | that someone else may benefit from my left over paint |
| I don't have any place to put it and it's free to recycle. | Out of basement |
| I care about our environment | Maybe cheaper costs |
| Keeping my child happy as I try and save the planet | Better than putting in the trash, more sustainable |
| probably better for the environment. Also - if it could be used by someone else - even better. | Environmental reasons. |
| It is a small step I can take to leave my small corner of the world a healthier place. | So someone else who needs paint can use it too. |
| To be greener | help the earth |
| Possibly helping someone else out, doing the right thing. | So I don't pollute |
| to make sure it gets handled correctly | Doing the right thing |
| Keep chemicals out of the water | so it gets put to a good use and/or disposed of properly. |
| to better protect the environment, which is in DESPARATE need of our help! | it is something that people should try to do |
| I am a wastewater engineer, and I know firsthand the problems that arise from people dispose of paint improperly down the drain. Similarly paint should not be incinerated without | Preserve the environment, ecological reasons |
| the proper controls | |
| I now how knowledge that recycling is an option. | I would rather recycle anything rather than throw it away. |
| Right thing to do | My childrens future |

Sample Comments – Unlikely to Recycle*

| Why are you unlikely to | recycle leftover paint in the future? | | |
|---|--|--|--|
| Why are you unlikely to recycle leftover paint in the future? Because I don't have a recycling bin I tend to use it in other projects. | | | |
| Because I don't have a recycling bin Because I don't get paid for it. I paid for the paint, recycle | rtend to use it in other projects. | | |
| companies get paid, | I think it's a stupid idea. | | |
| Because I don't know where to take it and when you asked the place where you bought it from they have no idea either | I think the recycling places are too far from me. | | |
| Because i don't really be worried about it | i try to use up my paint. | | |
| Because I'd give it to someone I know who could use it | I typically do not see the benefits of recycling this type of item. I feel that although it provides unskilled jobs for people, recycling likely uses just as many or more resources and money than its saving | | |
| Because when I contacted the groups in my area I was told there was a \$25 per container fee for recycling it! I will pour it down the drain first before paying to have it recycled! | I would rather just dry it our and dump it | | |
| Cause I use it all | I wouldn't even know where to take it | | |
| do not do it | I'd leave it in the house when I move. | | |
| Don't know where to take it | If it cost too much money to recycle. | | |
| don't care about recycling | ill give it to family instead | | |
| don't have paint | It is easier to dry it out | | |
| Dont have time | It is not in a condition to recycle. | | |
| Don't know where | It's a hassle | | |
| don't know where to recycle it | It's a pain. I would rather save it and use it as I need to touch up | | |
| Don't know where to take it | just am not sure if i would do it or not | | |
| Dump in storm drain | Just because I want to reuse it | | |
| Environmentalism is a f-ing cult that I WILL NOT PARTAKE IN. | Keep for the next time I need to touch up. | | |
| For I don't paint very often | Keep in base ment | | |
| Give it away | keep paint to use for touch ups | | |
| I will not buy a lot of paint. | Lines are too long, without a special local event it is too far to drive and wait in line | | |
| I always get what I need, it isn't that difficult. | No need I won't be buying any | | |
| I am unlikely to recycle leftover paint in the future because I use all of it in a short period of time. | No place in the area | | |

Sample Comments – Unlikely to Recycle, continued

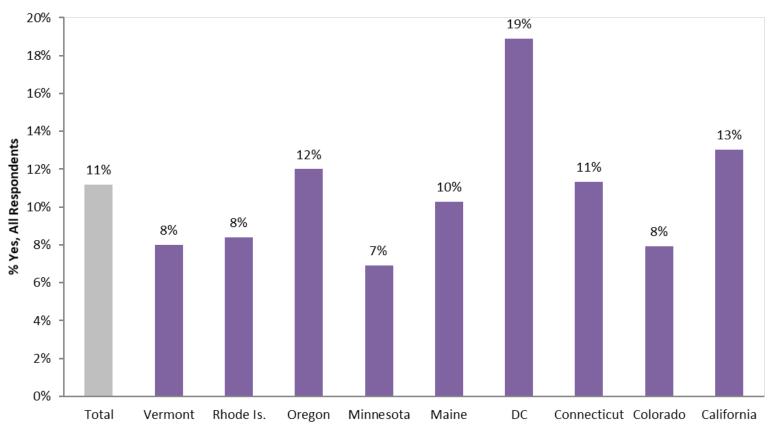
| Why are you unlikely to a | cause lafterer naint in the future? | | |
|--|---|--|--|
| Why are you unlikely to recycle leftover paint in the future? I can always use it in the future or give it to someone that can use it no time | | | |
| I do not have the time nor the inclination to drive to a recycling plant miles from | no une | | |
| my home for zero perks. | No use | | |
| I don't buy painf | Not going to paint. Will hire out. | | |
| I don't have leftover paint | Not interested | | |
| I don't know I don't recycle | Not sure what I need to do. | | |
| I don't know how | put in thepaint | | |
| I don't know where to recycle it; I just learned that it can be done. Are you going to let me know where to recycle? | Save it & use it when needed | | |
| i don't know where to take it other than the hazardous waste facility | sounds like a hassle | | |
| I don't see myself using paint in the future. I live in an apartment and we're not allowed to paint it | To better the environment | | |
| I don't use pait as I live in an Apt. & landlord takes care of any painting that needs to be done. | To lazy | | |
| I have a store recycle non recycle wast unwanted paint no to waste or recycle if able to recycle by the year 1999 painter tile auto fuel or revenue service waste at all unless I intend to pay 300 000 per ounce to the nearest recycling plant with unwanted body parts or remains in it forauto recycled paint and ornistar or auto richalnd star value lane or inland value city inn paint jobs inrich auto body maaco art paint of constable ray edomons race car drier niece or nephew took once and fell thru the wall and had brain damage and gear shift auot scare disease and needs recycling agreement to pay for treatment and aonly had the right thing by richalnd auto mars disco art for any thing to be repaired as on g for girl or youn g child up to 2 millio thank god did not recycle paint | To paint something else | | |
| I have never heard of this and don't know where to do this | too difficult | | |
| l just don't know | Too much of a hassle to take to a recycling place. And heavy to carry | | |
| I keep a little left over pain everything I paint in the house in case I need to touch it up for many reasons | Too much trouble & time. | | |
| I keep leftover paint until I use it or it's no good. | Too much trouble. | | |
| I keep leftovers for touch-ups | Took it to a paint store to dispose of. They refused it | | |
| I like to save it to use it for touchups or other paint jobs in the future. | unsure how to do it | | |
| I live in a apartment | Use it | | |
| I never paint things myself. I always pay for it. | Usually it isn't good | | |
| I plan to use what i buy. | Where can I recycle it! Too heavy to transport paint cans | | |

ADVERTISING/MARKETING CONSIDERATIONS

PaintCare Awareness

- 11% of respondents said they had heard of PaintCare before.
- Results differed by state/the district. D.C., California and Oregon residents appear to be most aware; Minnesota residents, least aware.
- Note, margins of error deem most differences statistically insignificant.

Have you ever heard of PaintCare before?

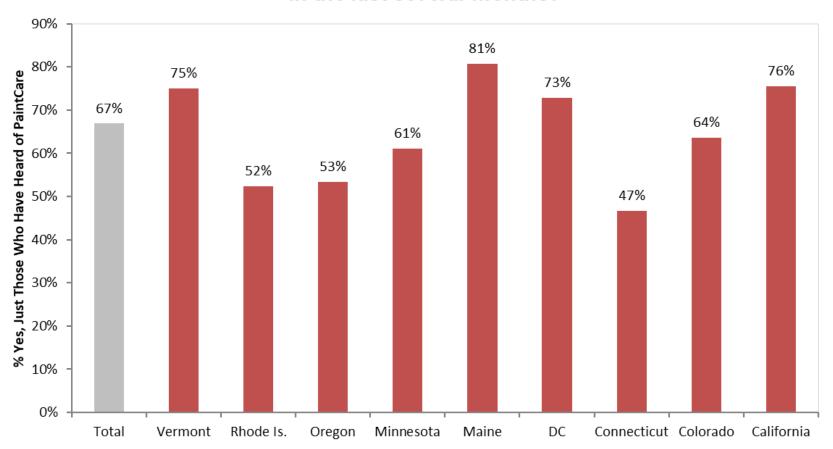


Sample Sizes: Total 2619; Vermont 150; Rhode Island 250; Oregon 250; Minnesota 260; Maine 253; DC 254; Connecticut 265; Colorado 277; California 660

Ad Recall Among Those Who Knew of PaintCare

- 67% of those who had heard of PaintCare before said they had seen an ad in the last several months.
- However, this varied greatly by state...

Do you recall seeing an advertisement for PaintCare in the last several months?

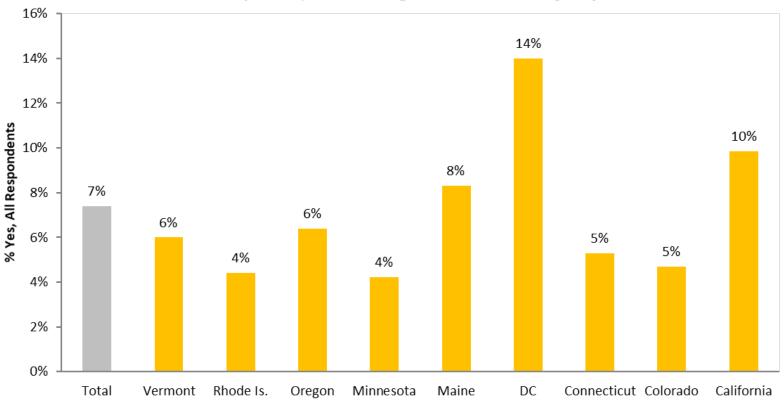


Sample Sizes: Total 293; Vermont 12; Rhode Island 21; Oregon 30; Minnesota 18; Maine 26; DC 48; Connecticut 30; Colorado 22; California 86

Adjusted Ad Recall for Entire Population

- By multiplying the percentage who were familiar with PaintCare by the percentage who recalled an ad, we can evaluate what percentage of the population recalled an ad.
- Washington D.C. and California had the highest overall ad recall rates; Rhode Island and Minnesota the lowest.

Adjusted Ad Recall (as a percentage of all surveyed)



Sample Sizes: Total 2619; Vermont 150; Rhode Island 250; Oregon 250; Minnesota 260; Maine 253; DC 254; Connecticut 265; Colorado 277; California 660

Ad Recall Types

Billboard

Sample Size

Online Advertisement

22%

15%

196

33%

0%

9

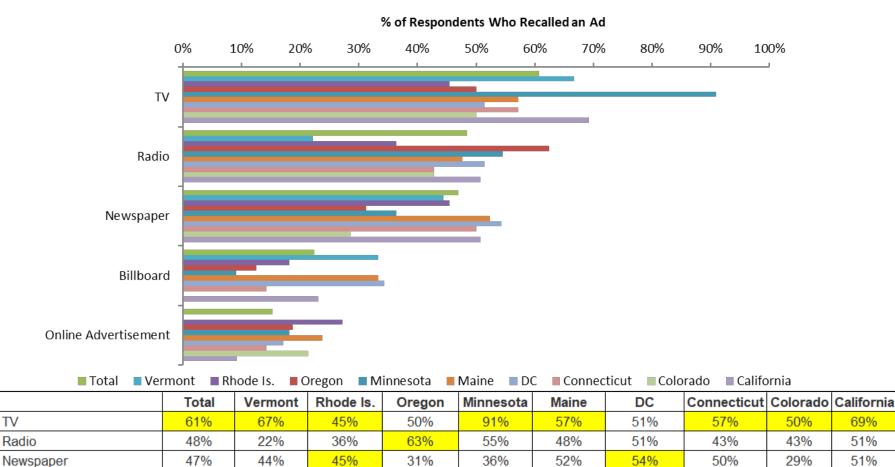
18%

27%

11

- TV was most frequently cited in most states. Newspaper was most common in D.C.; radio, in Oregon.
- Note: sample sizes are small by state/the district; as such, results should be considered directionally.

What type(s) of ad(s) do you recall?



KB Insights 43

13%

19%

16

9%

18%

11

33%

24%

21

34%

17%

35

14%

14%

14

23%

9%

65

0%

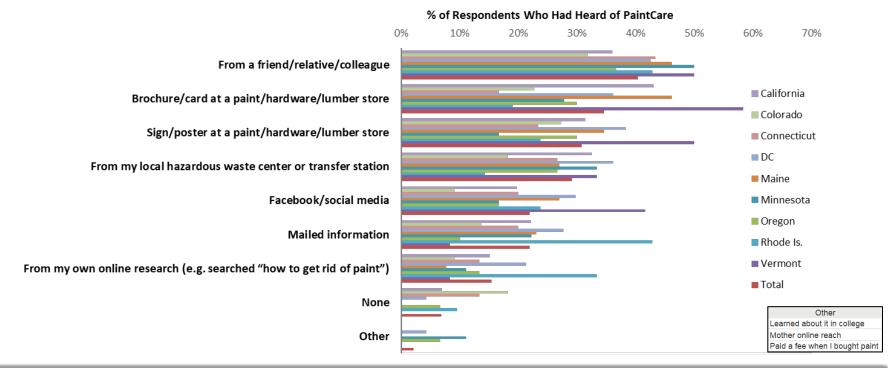
21%

14

Recall of Other Marketing Measures

- It is clear that word-of-mouth is extremely important in spreading the word about paint recycling.
- The next most successful measures are store-provided brochures/cards/posters and direct mail.
- Note: sample sizes are small by state/the district; as such, results should be considered directionally.

Do you recall hearing about PaintCare in any of the following other ways?

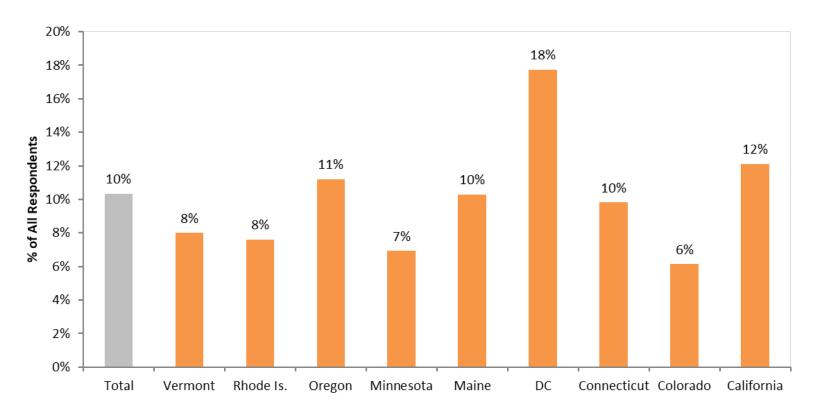


| | Total | Vermont | Rhode Is. | Oregon | Minnesota | Maine | DC | Connecticut | Colorado | California |
|---|-------|---------|-----------|--------|-----------|-------|-----|-------------|----------|------------|
| From a friend/relative/colleague | 40% | 50% | 43% | 37% | 50% | 46% | 43% | 43% | 32% | 36% |
| Brochure/card at a paint/hardware/lumber store | 35% | 58% | 19% | 30% | 28% | 46% | 36% | 17% | 23% | 43% |
| Sign/poster at a paint/hardware/lumber store | 31% | 50% | 24% | 30% | 17% | 35% | 38% | 23% | 27% | 31% |
| From my local hazardous waste center or transfer station | 29% | 33% | 14% | 27% | 33% | 27% | 36% | 27% | 18% | 33% |
| Mailed information | 22% | 8% | 43% | 10% | 22% | 23% | 28% | 20% | 14% | 22% |
| Facebook/social media | 22% | 42% | 24% | 17% | 17% | 27% | 30% | 20% | 9% | 20% |
| From my own online research (e.g. searched "how to get rid of paint") | 15% | 8% | 33% | 13% | 11% | 8% | 21% | 13% | 9% | 15% |
| None | 7% | 0% | 10% | 7% | 0% | 0% | 4% | 13% | 18% | 7% |
| Other | 2% | 0% | 0% | 7% | 11% | 0% | 4% | 0% | 0% | 0% |
| Sample Size | 292 | 12 | 21 | 30 | 18 | 26 | 47 | 30 | 22 | 86 |

Adjusted Marketing Recall for Entire Population

Marketing initiative recall rates were highest in D.C. and California; lowest in Colorado and Minnesota.

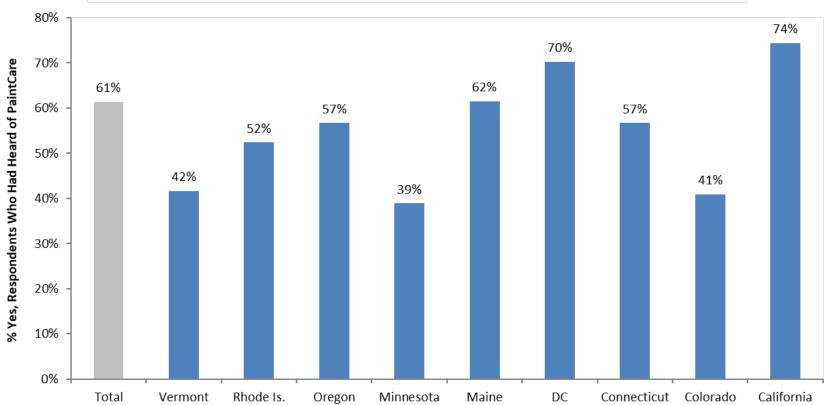
Adjusted Recall of "Other Ways" (as a percentage of all surveyed)



PaintCare Event Attendance

- While California, Maine, Oregon, Colorado, and Rhode Island were the only states with recent events, a significant portion of respondents familiar with PaintCare in all states said they had been to an event in the past.
- The highest attendance rates were in California and D.C.; the lowest, in Minnesota.
- *Note: sample sizes are low by state/the district and should be considered directionally.

Have you ever attended one of PaintCare's one-day collection events?

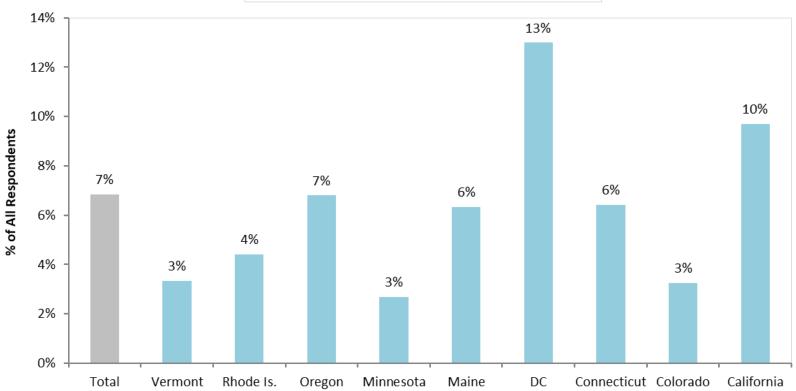


Sample Sizes: Total 292; Vermont 12; Rhode Island 21; Oregon 30; Minnesota 18; Maine 26; DC 47; Connecticut 30; Colorado 22; California 86

Adjusted Event Attendance for Entire Population

- 7% of all respondents said they had been to a collection event.
- Event attendance was highest in D.C. at 13%; lowest in Colorado, Minnesota and Vermont at 3%.



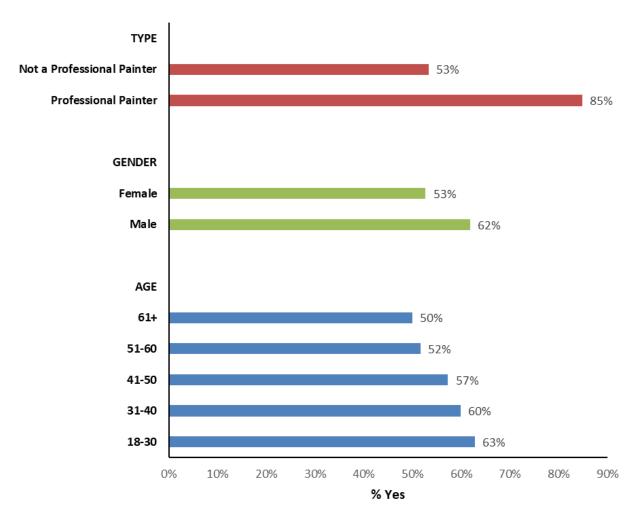


Sample Sizes: Total 2619; Vermont 150; Rhode Island 250; Oregon 250; Minnesota 260; Maine 253; DC 254; Connecticut 265; Colorado 277; California 660



Consumer Behavior Cross Tabulations

Have you purchased paint in the last year?

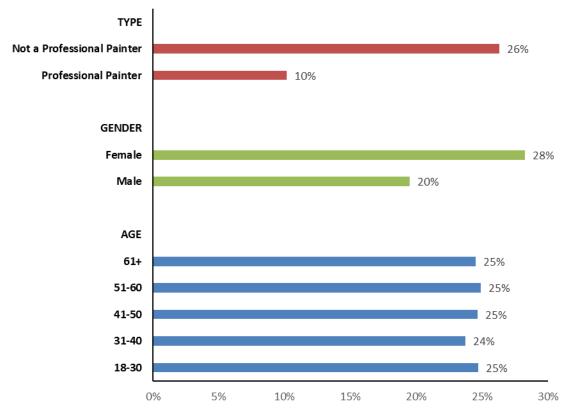


- As expected, professional painters have more recently purchased paint than nonprofessionals.
- Men have purchased slightly more than females in the last year.
- Incidence of recent paint purchases decreases with age.

Sample Sizes: Age 18-30, 514; Age 31-40, 581; Age 41-50, 515; Age 51-60, 570; Age 61+, 408; Men, 1071; Women, 1505; Pro, 256; Non-Pro, 2361

Consumer Behavior Cross Tabulations

How much leftover or unwanted paint do you have in your home or business at this time (e.g., primer, interior or exterior house paint, stain, deck sealer, or clear finishes like varnish)?

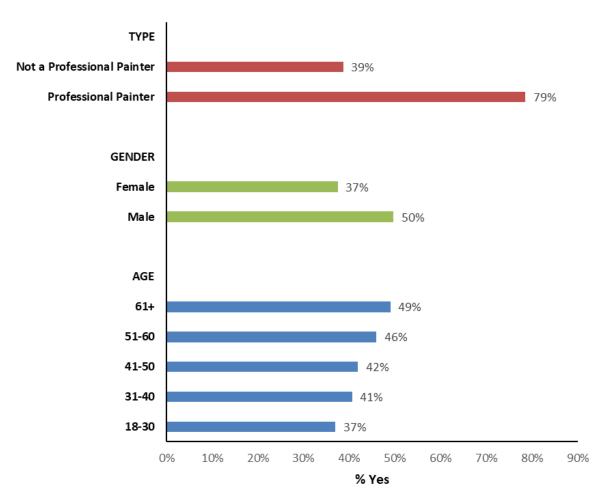


- As expected, professional painters store more paint than non-professionals.
- Males store paint more often than women.
- Age does not play a role in the storage of paint.

% of Respondents With NO Leftover Paint

Awareness/Engagement Cross Tabulations

Prior to this survey, did you know that paint can be recycled?

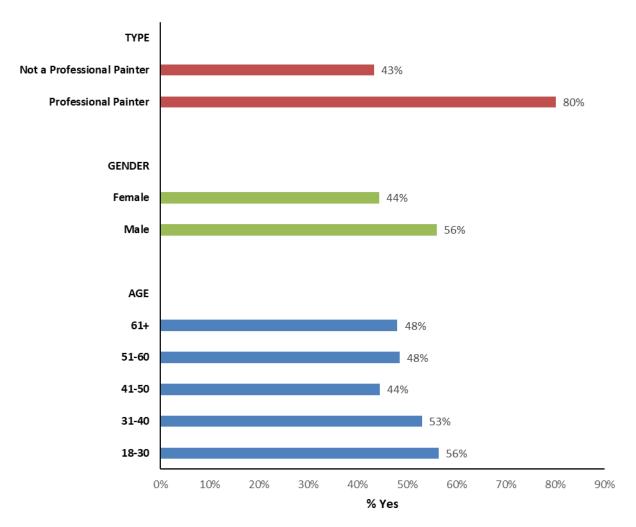


- Professional painters are about twice as likely to know that paint can be recycled.
- Men are more likely to know that paint can be recycled than women.
- Knowledge increases with age.

Sample Sizes: Age 18-30, 514; Age 31-40, 581; Age 41-50, 515; Age 51-60, 570; Age 61+, 408; Men, 1071; Women, 1505; Pro, 256; Non-Pro, 2361

Awareness/Engagement Cross Tabulations

Have you ever taken paint somewhere to be recycled?

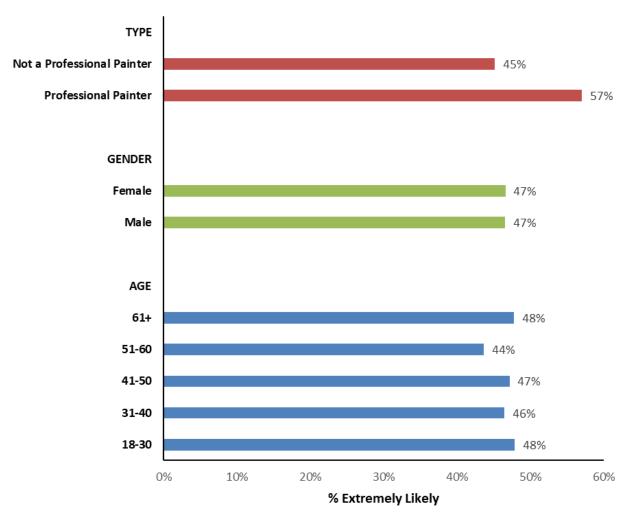


- Professional painters have recycled paint almost twice as often as nonprofessionals.
- Men have recycled paint more than females.
- Younger respondents said they had recycled paint slightly more often than older respondents.

Sample Sizes: Age 18-30, 514; Age 31-40, 581; Age 41-50, 515; Age 51-60, 570; Age 61+, 408; Men, 1071; Women, 1505; Pro, 256; Non-Pro, 2361

Awareness/Engagement Cross Tabulations

How likely will you recycle next time you have paint to dispose?

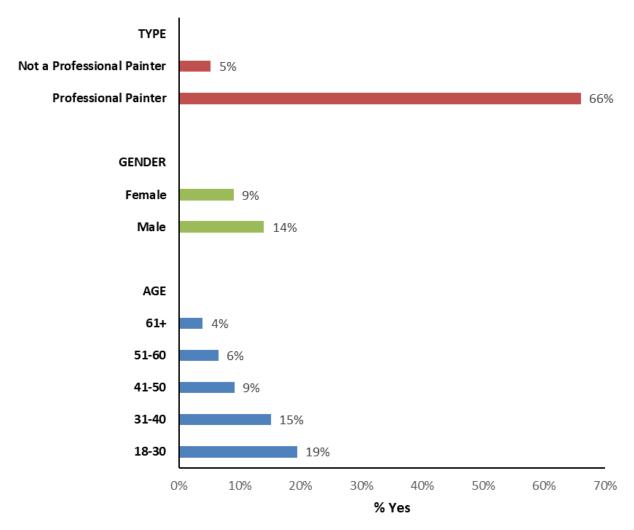


- Professional painters said they were more likely to recycle paint in the future than nonprofessionals.
- Gender plays no role in likelihood to recycle paint in the future.
- Age doesn't play a role in the likelihood to recycle in the future.

Sample Sizes: Age 18-30, 514; Age 31-40, 581; Age 41-50, 515; Age 51-60, 570; Age 61+, 408; Men, 1071; Women, 1505; Pro, 256; Non-Pro, 2361

Advertising/Marketing Cross Tabulations

Have you ever heard of PaintCare before?

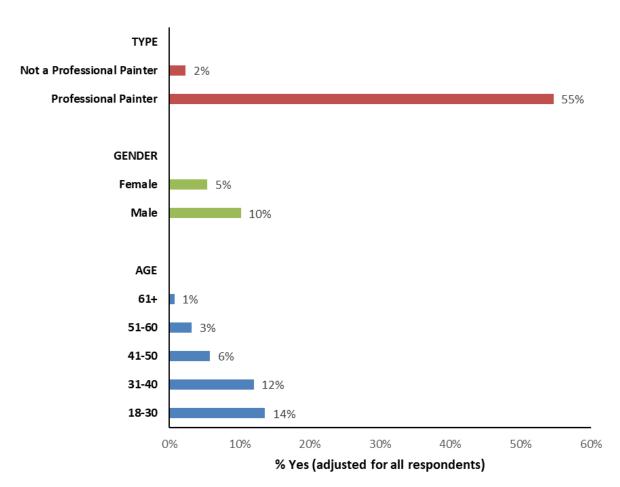


- As expected, professional painters are more aware of PaintCare than nonprofessionals.
- Men are slightly more aware than women.
- Awareness of PaintCare decreases with age.

Sample Sizes: Age 18-30, 514; Age 31-40, 581; Age 41-50, 515; Age 51-60, 570; Age 61+, 408; Men, 1071; Women, 1505; Pro, 256; Non-Pro, 2361

Advertising/Marketing Cross Tabulations

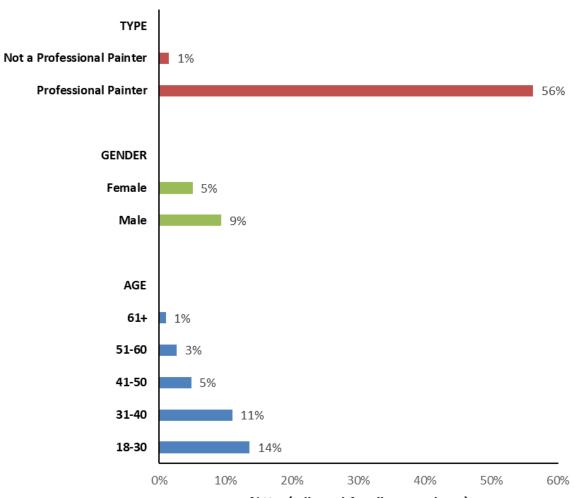
Do you recall seeing or hearing an advertisement for PaintCare in the last several months?



- Professional painters recall a PaintCare ad 25X more often than non-professionals.
- Ad recall among men is 2X as high as with women.
- Ad recall decreases with age.

Advertising/Marketing Cross Tabulations

Have you ever attended one of PaintCare's one-day collection events?

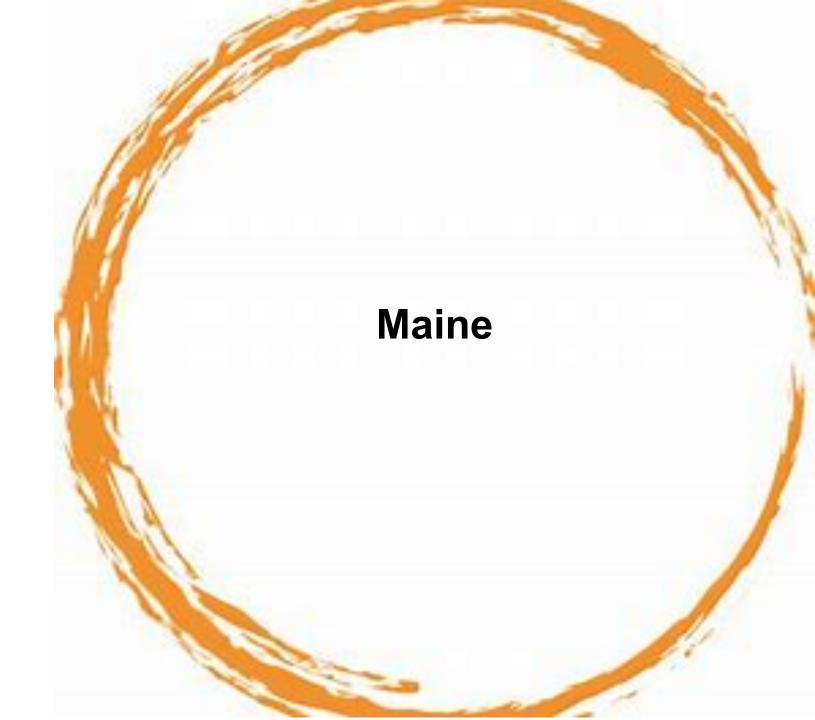


- More than half of professional painters have attended a collection event.
- Men have attended collection events more often than women.
- Incidence of event attendance decreases with age.

% Yes (adjusted for all respondents)

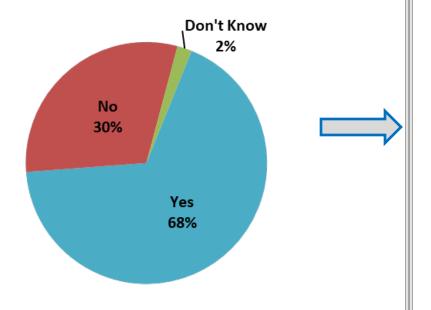
Sample Sizes: Age 18-30, 514; Age 31-40, 581; Age 41-50, 515; Age 51-60, 570; Age 61+, 408; Men, 1071; Women, 1505; Pro, 256; Non-Pro, 2361

APPENDIX: STATE HIGHLIGHTS

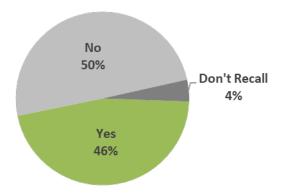


68% of those surveyed have purchased paint in the last year. Almost half of them were helped by the store in determining needs. 61% took measurements themselves.

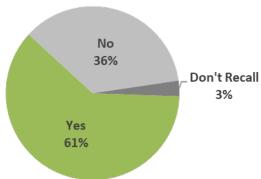
Have you purchased paint in the last year?



Did the staff of the paint retail store assist you with figuring out exactly how much paint you needed for your specific project?



Before purchasing, did you take any measurements of the area to be painted to figure out how much paint was needed for the project?

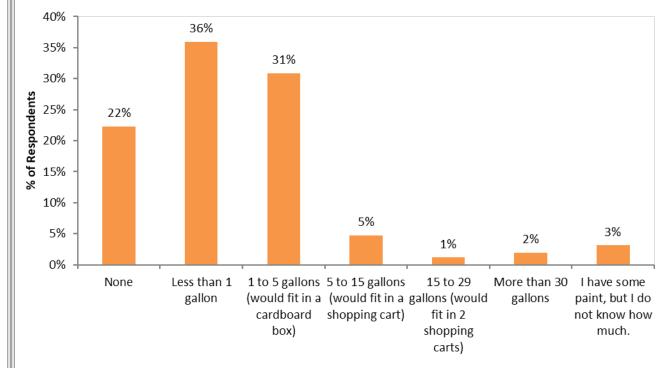


• 22% of respondents are NOT storing paint at home or at their business. The median amount stored was "less than 1 gallon."



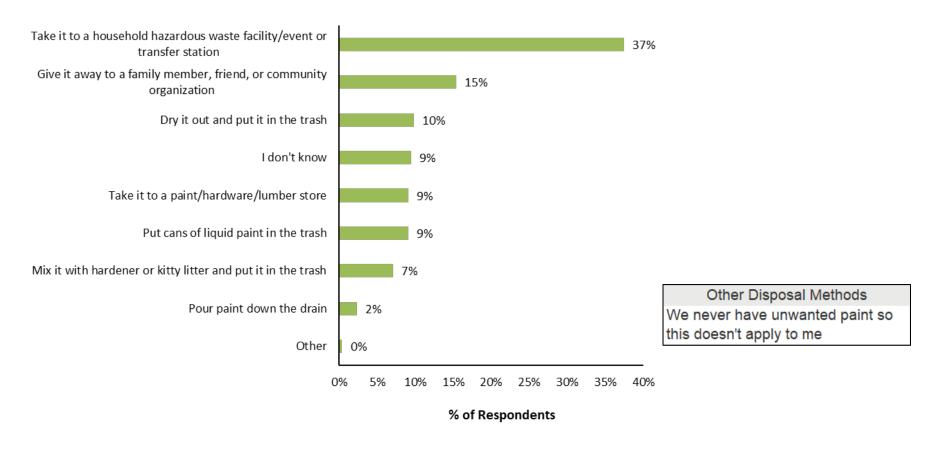
78%

How much leftover or unwanted paint do you have in your home or business at this time (e.g., primer, interior or exterior house paint, stain, deck sealer, or clear finishes like varnish)?



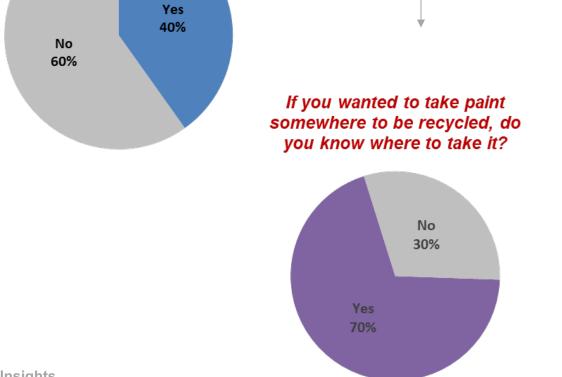
- 46% of respondents said they would take unwanted paint to a HHWF or a retail store in the future.
- ❖ 11% said they would put liquid paint in the trash or pour it down the drain.

If you wanted to get rid of unwanted paint in the near future, what would you most likely do with it?

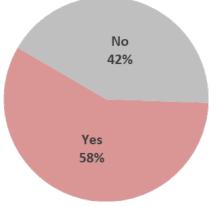


- ❖ 40% of respondents knew that paint can be recycled.
- Of those, 70% knew where to take it; 58%, about the fee added to paint purchases.

Prior to this survey, did you know that paint can be recycled?

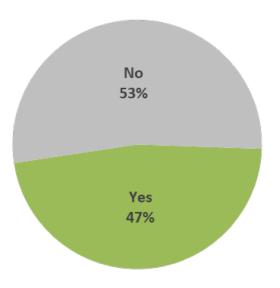


Are you aware that when you buy paint in your state, there is a small fee added to the price to pay for a program to recycle any leftover paint you have?

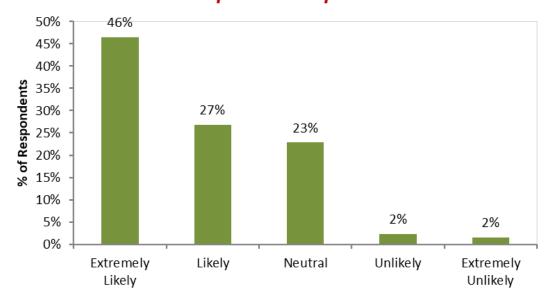


- Of those who knew that paint could be recycled, 47% have taken paint somewhere to be recycled in the past.
- 73% said they would be likely to recycle paint in the future.

Have you ever taken paint somewhere to be recycled?



How likely will you recycle next time you have paint to dispose?



| What would be your personal motivatio | n for recycling your leftover paint in the future? | | | | |
|--|---|--|--|--|--|
| a refund or rehate | it's a hazardous materialhere in Maine in my city we have certain weekends where we can bring old hazardous materials to dump to be properly disposed in the safest manner | | | | |
| As long as it doesn't cost would be better way than slot of options mentioned | It's the right thing to do. I usually use a water base paint but if I used something else I feel it needs to be disposed of properly. Pouring down the drain or out on the ground is inappropriate and could cause damages to where ever you put it | | | | |
| Because it's toxic | just knowing is awesome | | | | |
| Because recycling is always the best route to go | less waste in the landfill | | | | |
| Best way for nature | Money for paint cans | | | | |
| Better for it to be reused | Now that I know it can be recycled I will recycle | | | | |
| better for the environment | Overall, this is much better for the environment. I can be assured that the paint will be properly disposed of. | | | | |
| Caring for the environment | Recycling helps the environment and is cheaper/easier than simply throwing stuff away | | | | |
| Clear instructions form the town I Live in. | Recycling is the best idea for cure our environment | | | | |
| Conservation | Recycling saves energy and water, lowers pollution and greenhouse gas emissions, improves air and water quality, preserves landfill space and conserves natural resources We can benefit from the raw materials and energy that have already gone into their production | | | | |
| Dont want it in water | Safest way to dispose for environmental reasons | | | | |
| Easily accessible locations | Saving the planet | | | | |
| Eliminating more plastics from our environment. | The cans and the paint gets recycled efficiently and we don't have to have them in our landfills. | | | | |
| Environmental need to protect the earth | The Earth | | | | |
| Get it out of my house | To dispose properly | | | | |
| Getting rid of it safely. | To get rid of the paint | | | | |
| Health concern | To help not contaminate my earth so others can live here longer with a clean environment | | | | |
| | to help save the planet by recycling as much stuff as possible instead of contributing to the trash we | | | | |
| I always recycle what ever I can. | as a people leave | | | | |
| I am trying to help the environment any way I can | to keep the landfills clean of toxins | | | | |
| I do not like throwing things away if there is a way to recycle, reuse or compost it that is | · | | | | |
| what I try to do. We humans waste so much and the planet is so crowed now. We do not | | | | | |
| need or have room for more landfills. I am trying to lessen my negative impact on the | To keep the planet clean of unwanted dengarous chemicals | | | | |
| planet. I am trying to do my best to help the planet heal. If paint can be recycled that is | To keep the planet clean of unwanted dangerous chemicals | | | | |
| one less contaminate that will end up hurting the water we all need to survive, animal and human. | | | | | |
| l do not want paint disposed in garbage or recycling. | To make sure it gets disposed the correct way. | | | | |
| I dont want to introduce more toxins than we already hsve.I dont want it somehow to get in our water supply or lakes | to save money and use it again and also to help the environment stay clean. | | | | |
| I hate to throw away something that can be reused | We recycle everything we can. Before I just stored it with us and used it for touch up or other projects. My kids enjoy recycling as well so I would take them along to recycle the left over paint | | | | |
| I have been actively recycling for well over 20 years and will continue to do so | If I can use the remaining paint next year, of course I would love to. In the future, when I go to paint, I will be less expensive. | | | | |
| I hope it is better for the environment. | Better for the environment | | | | |
| I like recycling! | Better for the environment | | | | |
| I prefer to reduce waste in general. Recycling paint is a great option, now that i know. | Better for the world | | | | |
| I support recycling in general I try to do my part. But I don't know if there is anywhere to | good to recycle anything you can | | | | |
| I try to be reuse and recycle as much as I can because it is the right thing to do and it is what my parents taught me to do. | Have it disposed of safely | | | | |
| I wouldn't want to keep paint in my house. I certainly don't want to dump it in the sewer. It's just a lot easier to take it to the transfer station recycle center. | I am always looking for ways to save our planet. I recycle and reuse everything I can. | | | | |