FIRST REGULAR SESSION SENATE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 409

95TH GENERAL ASSEMBLY

Reported from the Committee on Agriculture, Food Production and Outdoor Resources, March 12, 2009, with recommendation that the Senate Committee Substitute do pass

TERRY L. SPIELER, Secretary. 2034S.02C

AN ACT

To repeal sections 260.273, 260.275, and 260.276, RSMo, and to enact in lieu thereof three new sections relating to scrap tires.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 260.273, 260.275, and 260.276, RSMo, are repealed

- and three new sections enacted in lieu thereof, to be known as sections 260.273,
- 260.275, and 260.276, to read as follows:
 - 260.273. 1. Any person purchasing a new tire may present to the seller
- the used tire or remains of such used tire for which the new tire purchased is to
- 3 replace.

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- 2. A fee for each new tire sold at retail shall be imposed on any person 4
- engaging in the business of making retail sales of new tires within this
- state. The fee shall be charged by the retailer to the person who purchases a tire
- for use and not for resale. Such fee shall be imposed at the rate of fifty cents for
- each new tire sold. Such fee shall be added to the total cost to the purchaser at
- retail after all applicable sales taxes on the tires have been computed. The fee
- 10 imposed, less six percent of fees collected, which shall be retained by the tire
- retailer as collection costs, shall be paid to the department of revenue in the form 11
- 12 and manner required by the department of revenue and shall include the total
- number of new tires sold during the preceding month. The department of revenue
- shall promulgate rules and regulations necessary to administer the fee collection
- 16 sale of new tires to a person solely for the purpose of resale, if the subsequent

and enforcement. The terms "sold at retail" and "retail sales" do not include the

retail sale in this state is to the ultimate consumer and is subject to the fee.

SCS SB 409 2

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- 3. The department of revenue shall administer, collect and enforce the fee authorized pursuant to this section pursuant to the same procedures used in the administration, collection and enforcement of the general state sales and use tax imposed pursuant to chapter 144, RSMo, except as provided in this section. The proceeds of the new tire fee, less four percent of the proceeds, which shall be retained by the department of revenue as collection costs, shall be transferred by the department of revenue into an appropriate subaccount of the solid waste management fund, created pursuant to section 260.330. The unexpended balance in the solid waste management fund, and any subaccounts 26 thereto, at the end of each fiscal year shall not be transferred to the general revenue fund of the state treasurer, and shall be invested to 29 generate income to the fund. The provisions of section 33.080, RSMo, 30 relating to the transfer of funds to the general revenue fund of the state 31 by the state treasurer shall not apply to the solid waste management fund. Interest earned by moneys in the subaccounts shall be retained in the subaccounts.
 - 4. Up to five percent of the revenue available may be allocated, upon appropriation, to the department of natural resources to be used cooperatively with the department of elementary and secondary education for the purposes of developing environmental educational materials, programs, and curriculum [pursuant to section 260.342] that assist in the department of natural resources' implementation of sections 260.200 to 260.345.
 - 5. Up to [twenty-five] fifty percent of the moneys received pursuant to this section may, upon appropriation, be used to administer the programs imposed by this section. Up to [five] forty-five percent of the moneys received under this section may, upon appropriation, be used for the grants authorized in subdivision (2) of subsection 6 of this section [and authorized in section 260.274]. All remaining moneys shall be allocated, upon appropriation, for the projects authorized in section 260.276, except that any unencumbered moneys may be used for public health, environmental, and safety projects in response to environmental or public health emergencies and threats as determined by the director.
 - 6. The department shall promulgate, by rule, a statewide plan for the use of moneys received pursuant to this section to accomplish the following:
 - (1) Removal of [waste] scrap tires from illegal tire dumps;
- 53 (2) Providing grants to persons that will use products derived from

SCS SB 409 3

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54 [waste] scrap tires, or used [waste] scrap tires as a fuel or fuel supplement; and

- 55 (3) Resource recovery activities conducted by the department pursuant to section 260.276.
- 7. The fee imposed in subsection 2 of this section shall begin the first day of the month which falls at least thirty days but no more than sixty days immediately following August 28, 2005, and shall terminate January 1, [2010] 2020.
- [8. By January 1, 2009, the department shall report to the general assembly a complete accounting of the tire cleanups completed or in progress, the cost of the cleanups, the number of tires remaining, the balance of the fund, and enforcement actions completed or initiated to address waste tires.]
- 260.275. 1. Each operator of a scrap tire site shall ensure that the area is properly closed upon cessation of operations. The department of natural resources may require that a closure plan be submitted with the application for a permit. The closure plan, as approved by the department, shall include at least the following:
 - (1) A description of how and when the area will be closed;
- 7 (2) The method of final disposition of any scrap tires remaining on the site 8 at the time notice of closure is given to the department.
- 9 2. The operator shall notify the department at least ninety days prior to 10 the date he expects closure to begin. No scrap tires may be received by the scrap 11 tire site after the date closure is to begin.
- 123. The permittee shall provide a financial assurance instrument in such 13 an amount and form as prescribed by the department to ensure that, upon abandonment, cessation or interruption of the operation of the site, an approved 14 closure plan is completed. The amount of the financial assurance instrument 15 shall be based upon the current costs of similar cleanups using data from actual 16 17 scrap tire cleanup project bids received by the department to remediate scrap tire sites of similar size. If scrap tires are accumulated at a solid [scrap 18 management] waste disposal area, the existing closure financial assurance 19 20 instrument filed for the solid [scrap] waste disposal area may be applied to the 21requirements of this section. Any interest that accrues to any financial assurance 22instrument established pursuant to this section shall remain with that 23instrument and shall be applied against the operator's obligation under this section until the instrument is released by the department. The director shall 24authorize the release of the financial assurance instrument after the department 25

26 has been notified by the operator that the site has been closed, and after inspection, the department approves closure of the scrap tire site.

- 4. If the operator of a scrap tire site fails to properly implement the closure plan, the director shall order the operator to implement such plan, and take other steps necessary to assure the proper closure of the site pursuant to section 260.228 and this section.
- 5. A coal-fired electric generating facility that burns tire-derived fuel shall not be considered a scrap tire site or solid waste disposal area.

260.276. 1. The department of natural resources shall, subject to appropriation, conduct resource recovery or nuisance abatement activities designed to reduce the volume of scrap tires or alleviate any nuisance condition at any site if the owner or operator of such a site fails to comply with the rules and regulations authorized under section 260.270, or if the site is in continued violation of such rules and regulations. The department shall give first priority to cleanup of sites owned by persons who present satisfactory evidence that such persons were not responsible for the creation of the nuisance conditions or any violations of section 260.270 at the site.

- 2. The department may ask the attorney general to initiate a civil action to recover from any persons responsible the reasonable and necessary costs incurred by the department for its nuisance abatement activities and its legal expenses related to the abatement; except that in no case shall the attorney general seek to recover cleanup costs from the owner of the property if such person presents satisfactory evidence that such person was not responsible for the creation of the nuisance condition or any violation of section 260.270 at the site.
- 3. The department shall allow any person, firm, corporation, state agency, charitable, fraternal, or other nonprofit organization to bid on a contract for each resource recovery or nuisance abatement activity authorized under this section. The contract shall specify the cost per tire for delivery to a registered scrap tire processing or end-user facility, and the cost per tire for processing. The recipient or recipients of any contract shall not be compensated by the department for the cost of delivery and the cost of processing for each tire until such tire is delivered to a registered scrap tire processing or end-user facility and the contract recipient has provided proof of delivery to the department. [Any charitable, fraternal, or other nonprofit organization which voluntarily cleans up land or water resources may turn in scrap tires collected in the course of such

28 cleanup under the rules and regulations of the department.]

4. Subject to the availability of funds, any charitable, fraternal, 29 or other nonprofit organization which voluntarily cleans up land or 30 water resources may be eligible for reimbursement for the disposal 31 costs of scrap tires collected in the course of such cleanup under the 32rules and regulations of the department. Also, subject to the 33 availability of funds, any municipal or county government which 34 voluntarily cleans up scrap tires from illegal dumps, not incidental to 36 normal governmental activities or resulting from tire collection events, may also be eligible for the reimbursement authorized under this 37 subsection. 38

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