SENATE COMMITTEE OF REFERENCE REPORT

<u>February 29, 2024</u>
Chair of Committee Date
Committee on Finance.
After consideration on the merits, the Committee recommends the following:
SB24-123 be amended as follows, and as so amended, be referred to the Committee on <u>Appropriations</u> with favorable recommendation:
Amend printed bill, page 4, after line 1 insert: "(f) The Waste tire Management enterprise will aid in the Proper Management of Waste tires by Providing Financial Incentives and Rebates for the Recycling of Waste tires into End-use tire-derived products, which financial incentives and Rebates directly compensate people who properly dispose of or Recycle Waste tires, Provide fee Payers more convenient waste tire and disposal options, increase the Production of tire-derived Products, and Positively Impact human health and safety and the Environment;".
Reletter succeeding paragraphs accordingly.
Page 4, line strike lines 15 through 18 and substitute "PROVIDING THE BUSINESS SERVICES SPECIFIED IN SECTIONS 30-20-1404 AND 30-20-1405 TO CONSUMERS WHO ULTIMATELY PAY THE ENTERPRISE FEE, WHICH ENTERPRISE FEE IS IMPOSED AT RATES THAT ARE REASONABLY CALCULATED BASED ON THE BENEFITS RECEIVED BY THOSE CONSUMERS;".
Page 5, line 5, strike "RECYCLING" and substitute "RECYCLING,

19 Page 5, line 7, after "(2)" insert "(a)".

BENEFICIAL REUSE,".

- Page 5, line 9, strike "this part 14." and substitute "this part 14.".
- 21 Page 5, line 12, strike "14." and substitute "14 SECTIONS 30-20-1403,
- 22 30-20-1404, AND 30-20-1405, AS APPLICABLE.".

- 1 Page 5, before line 13 insert:
- 2 "(b) THE COMMISSION, IN CONSULTATION WITH THE DEPARTMENT,
- 3 SHALL PROMULGATE RULES FOR THE IMPLEMENTATION AND ENFORCEMENT
- 4 OF SECTIONS 30-20-1403 AND 30-20-1405.5 AND OTHER SECTIONS OF THIS
- 5 PART 14, AS APPLICABLE.".
- 6 Page 5, line 14, after "(4.5)," insert "(12.5),".
- 7 Page 5, strike lines 21 and 22 and substitute:
- 8 "(12.5) "WASTE TIRE ADMINISTRATION FEE" OR "ADMINISTRATION
- 9 FEE" MEANS MONEY COLLECTED PURSUANT TO SECTION 30-20-1403 (2)(b).
- 10 (14.5) "Wastetireenterprisefee" or "enterprisefee" means
- MONEY COLLECTED PURSUANT TO SECTION 30-20-1403 (2)(a).".
- Page 5, strike line 26 and substitute "directors waste tire enterprise
- 13 fee waste tire administration fee distribution rules.
- 14 (1) **Enterprise.**".
- 15 Page 6, strike line 5 and substitute, "PROMOTE WASTE TIRE RECYCLING,
- 16 BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES IN".
- 17 Page 6, after line 20 insert:
- 18 "(IV) The repeal of the waste tire fee, as it existed
- 19 PURSUANT TO SECTION 30-20-1403, BEFORE ITS REPEAL BY THIS SENATE
- 20 BILL 24-123, ENACTED IN 2024, AND THE CREATION OF THE WASTE TIRE
- 21 MANAGEMENT ENTERPRISE AS A NEW ENTERPRISE TO CHARGE AND
- 22 COLLECT A NEW WASTE TIRE ENTERPRISE FEE AS AUTHORIZED BY
- 23 SUBSECTION (2) OF THIS SECTION AND TO PROVIDE AND PROMOTE WASTE
- TIRE RECYCLING, BENEFICIAL USE, AND MANAGEMENT STRATEGIES AND SERVICES FUNDED BY THE WASTE TIRE ENTERPRISE FEE AS A NEW
- 25 SERVICES FUNDED BY THE WASTE TIRE ENTERPRISE FEE AS A NEW 26 GOVERNMENT-OWNED BUSINESS THAT PROVIDES BUSINESS SERVICES AS A
- NEW ENTERPRISE FOR THE PURPOSE OF SECTION 20 OF ARTICLE X OF THE
- 28 STATE CONSTITUTION, DOES NOT CONSTITUTE THE QUALIFICATION OF AN
- 29 EXISTING GOVERNMENT-OWNED BUSINESS AS AN ENTERPRISE FOR THE
- 30 PURPOSES OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION OR
- 31 SECTION 24-77-103.6 (6)(b)(II), AND, THEREFORE, DOES NOT REQUIRE OR
- 32 AUTHORIZE ADJUSTMENT OF THE STATE FISCAL YEAR SPENDING LIMIT
- 33 CALCULATED PURSUANT TO SECTION 20 OF ARTICLE X OF THE STATE
- 34 CONSTITUTION OR THE EXCESS STATE REVENUES CAP, AS DEFINED IN
- 35 SECTION 24-77-103.6 (6)(b)(I).
- 36 (V) THE ENTERPRISE IS NECESSARY FOR THE PRESERVATION OF THE
- 37 PUBLIC PEACE, HEALTH, AND SAFETY AND IS THEREFORE NOT SUBJECT TO
- 38 THE REQUIREMENTS OF SECTION 24-77-108.".

- 1 Page 6, line 23, strike "RECYCLING" and substitute "RECYCLING,
- 2 BENEFICIAL REUSE,
- 3 Page 6, line 26, strike "RECYCLING" and substitute "RECYCLING,
- 4 BENEFICIAL REUSE,".
- 5 Page 7, line 3, strike "RECYCLING" and substitute "RECYCLING,
- 6 BENEFICIAL REUSE,".
- 7 Page 7, strike lines 8 through 15 and substitute:
- 8 "(VI) (A) CONTRACT WITH ANY PUBLIC OR PRIVATE ENTITY,
- 9 INCLUDING STATE AGENCIES, CONSULTANTS, AND THE ATTORNEY
- 10 GENERAL'S OFFICE, FOR PROFESSIONAL AND TECHNICAL ASSISTANCE,
- 11 OFFICE SPACE AND ADMINISTRATIVE SERVICES, ADVICE, AND OTHER
- 12 SERVICES RELATED TO THE CONDUCT OF THE AFFAIRS OF THE ENTERPRISE.
- 13 THE BOARD SHALL ENCOURAGE DIVERSITY IN APPLICANTS FOR CONTRACTS
- 14 AND SHALL GENERALLY AVOID USING SINGLE-SOURCE BIDS.
- 15 (B) THE ENTERPRISE SHALL PAY A FAIR MARKET RATE TO ANY
- 16 PUBLIC ENTITY, PRIVATE ENTITY, CONTRACTOR, OR CONSULTANT, WHICH
- 17 MAY INCLUDE A STATE AGENCY, THE ATTORNEY GENERAL'S OFFICE, OR
- 18 THE DEPARTMENT, THAT IS HIRED BY THE ENTERPRISE TO PERFORM DUTIES
- 19 PURSUANT TO THIS SUBSECTION (1)(b).".
- 20 Page 7, strike lines 22 and 23 and substitute, "DEPARTMENT WHO
- 21 REPRESENTS A COUNTY THAT HAS EXPERIENCE WITH THE MANAGEMENT OF
- WASTE".
- Page 8, line 2, after "PROCESSOR," insert "AND".
- 24 Page 8, strike line 3 and substitute, "TIRE HAULER. TO THE EXTENT
- 25 PRACTICABLE,".
- Page 9, line 11, after "BOARD." add "IN ACCORDANCE WITH SUBSECTION
- 27 (1)(b)(VI)(B) OF THIS SECTION, THE ENTERPRISE SHALL PAY THE
- 28 DEPARTMENT A FAIR MARKET RATE FOR ANY OFFICE SPACE OR
- 29 ADMINISTRATIVE STAFF USED BY THE BOARD IN PERFORMANCE OF THE
- 30 ENTERPRISE'S DUTIES.".
- Page 9, strike line 12 and substitute:
- 32 "(2) Waste tire enterprise fee and waste tire administration
- 33 **fee.** (a) (I) EFFECTIVE JULY 1, 2025, AND".

- 1 Page 9, line 16, strike "FOUR" and substitute "TWO DOLLARS AND FIFTY
- 2 CENTS".
- 3 Page 9, strike line 17 and substitute, "ON THE SALE OF EACH NEW TIRE.
- 4 THE MAXIMUM PER TIRE ENTERPRISE FEE AMOUNT MAY BE ADJUSTED BY
- 5 THE ENTERPRISE EVERY TWO YEARS IN ACCORDANCE WITH ANY ANNUAL
- 6 PERCENTAGE CHANGE IN THE UNITED STATES DEPARTMENT OF LABOR'S
- 7 BUREAU OF LABOR STATISTICS CONSUMER PRICE INDEX FOR THE
- 8 DENVER-AURORA-LAKEWOOD METROPOLITAN AREA FOR ALL ITEMS PAID
- 9 BY ALL URBAN CONSUMERS, OR ITS APPLICABLE SUCCESSOR INDEX.".
- Page 9, line 18, strike "JANUARY" and substitute "JULY".
- Page 9, line 21, after the second "TIRE" insert "ENTERPRISE".
- Page 9, strike lines 22 through 27 and substitute, "FEE IS IMPOSED IN AN
- 13 AMOUNT THAT IS:
- 14 (A) REASONABLY RELATED TO THE DIRECT AND INDIRECT COSTS
- 15 OF OPERATING THE ENTERPRISE IN ACCORDANCE WITH THIS PART 14 AND
- 16 THE SERVICES PROVIDED BY THE ENTERPRISE, WHICH COSTS MUST NOT
- 17 EXCEED THE EQUIVALENT OF ONE-HALF OF THE WASTE TIRE ENTERPRISE
- 18 FEE COLLECTED FOR EACH NEW TIRE SOLD PURSUANT TO THIS SUBSECTION
- 19 (2);".

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- 20 Strike page 10 and substitute:
- 21 "(B) SUFFICIENT TO PAY COSTS ASSOCIATED WITH PROVIDING 22 REBATES AS DESCRIBED IN SECTION 30-20-1405; AND
 - (C) SUFFICIENT TO PROVIDE GRANTS TO ELIGIBLE ENTITIES PURSUANT TO THE WASTE TIRE MANAGEMENT GRANT PROGRAM ESTABLISHED IN SECTION 30-20-1418.
- 26 (b) (I) EFFECTIVE JULY 1, 2025, AND CONTINUING THROUGH
 27 DECEMBER 31, 2040, RETAILERS OF NEW MOTOR VEHICLE TIRES AND NEW
 28 TRAILER TIRES SHALL COLLECT A WASTE TIRE ADMINISTRATION FEE IN AN
 29 AMOUNT TO BE SET BY THE COMMISSION, IN COORDINATION WITH THE
 30 DEPARTMENT.
 - (II) THE COMMISSION MAY REVIEW THE WASTE TIRE ADMINISTRATION FEE ON AN ANNUAL BASIS AND ADJUST THE ADMINISTRATION FEE AMOUNT SO THAT IT COVERS THE DIRECT AND INDIRECT COSTS OF CONDUCTING THE REGULATORY AND ADMINISTRATIVE FUNCTIONS OF THE DEPARTMENT IN IMPLEMENTING THIS PART 14.
- 36 (III) THE WASTE TIRE ADMINISTRATION FEE AMOUNT MUST NOT 37 EXCEED HALF OF THE AMOUNT OF THE WASTE TIRE ENTERPRISE FEE; 38 EXCEPT THAT THE MINIMUM AMOUNT OF THE WASTE TIRE

ADMINISTRATION FEE ON THE SALE OF EACH NEW TIRE MUST BE FIFTY CENTS OR MORE.

- (c) (I) On and after July 1, 2025, retailers of New Motor vehicle tires and New trailer tires shall collect both the enterprise fee and the administration fee from the consumer at the point of sale.
- (II) THE RECEIPT FROM THE RETAILER TO THE CONSUMER FOR EVERY NEW MOTOR VEHICLE OR NEW TRAILER TIRE PURCHASED MUST CONTAIN THE FOLLOWING STATEMENT IN THE LARGEST BOLD-FACED TYPE CAPABLE BASED ON POINT-OF-SALE SOFTWARE AND ON EXISTING INVOICE PRINTERS, NOT TO EXCEED FIFTEEN POINTS: "SECTION 30-20-1403, COLORADO REVISED STATUTES, REQUIRES RETAILERS TO COLLECT A WASTE TIRE ENTERPRISE FEE SET BY THE WASTE TIRE MANAGEMENT ENTERPRISE, WHICH IS A GOVERNMENT-OWNED BUSINESS WITHIN THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT, AND A WASTE TIRE ADMINISTRATION FEE SET BY THE SOLID AND HAZARDOUS WASTE COMMISSION ON THE SALE OF EACH NEW MOTOR VEHICLE TIRE AND EACH NEW TRAILER TIRE."
- (III) THE RETAILER SHALL SUBMIT TO THE ENTERPRISE BY THE TWENTIETH DAY OF EACH QUARTER OF EACH CALENDAR YEAR THE ENTERPRISE FEE COLLECTED PURSUANT TO THIS SECTION IN THE PRECEDING QUARTER OF THE CALENDAR YEAR, TOGETHER WITH ANY REPORT REQUIRED BY THE ENTERPRISE. THE ENTERPRISE SHALL TRANSMIT THE ENTERPRISE FEES TO THE STATE TREASURER, WHO SHALL CREDIT THEM IN ACCORDANCE WITH SUBSECTION (3)(a) OF THIS SECTION OR AS SPECIFIED IN RULES PROMULGATED BY THE COMMISSION.
- (IV) THE RETAILER SHALL SUBMIT TO THE DEPARTMENT BY THE TWENTIETH DAY OF EACH QUARTER OF EACH CALENDAR YEAR THE ADMINISTRATION FEE COLLECTED PURSUANT TO THIS SECTION IN THE PRECEDING QUARTER OF THE CALENDAR YEAR, TOGETHER WITH ANY REPORT REQUIRED BY THE DEPARTMENT. THE DEPARTMENT SHALL TRANSMIT THE ADMINISTRATION FEES TO THE STATE TREASURER, WHO SHALL CREDIT THEM IN ACCORDANCE WITH SUBSECTION (3)(b) OF THIS SECTION OR AS SPECIFIED IN RULES PROMULGATED BY THE COMMISSION.
- (3) (a) From July 1, 2025, through January 31, 2041, the state treasurer shall distribute the revenue from the waste tire enterprise fee assessed in subsection (2)(a) of this section as follows:
- (I) THE PORTION OF THE ENTERPRISE FEE COLLECTED TO COVER THE COSTS DESCRIBED IN SUBSECTION (2)(a)(II)(A) OF THIS SECTION TO THE WASTE TIRE MANAGEMENT ENTERPRISE FUND CREATED IN SECTION 30-20-1404;
 - (II) THE PORTION OF THE ENTERPRISE FEE COLLECTED TO COVER

- THE COSTS DESCRIBED IN SUBSECTION (2)(a)(II)(B) OF THIS SECTION TO THE END USERS FUND CREATED IN SECTION 30-20-1405;
- (III) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE
 WASTE TIRE MANAGEMENT ENTERPRISE FUND TO THE WASTE TIRE
 MANAGEMENT ENTERPRISE FUND. ANY UNEXPENDED AND UNENCUMBERED
 MONEY IN THE WASTE TIRE MANAGEMENT ENTERPRISE FUND AT THE END
 OF ANY FISCAL YEAR SHALL REMAIN IN THE WASTE TIRE MANAGEMENT
 ENTERPRISE FUND; AND
 - (IV) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE END USERS FUND TO THE END USERS FUND. ANY UNEXPENDED AND UNENCUMBERED MONEY IN THE END USERS FUND AT THE END OF ANY FISCAL YEAR SHALL REMAIN IN THE END USERS FUND.
 - (b) (I) From July 1, 2025, through January 31, 2041, the state treasurer shall distribute the revenue from the waste tire administration fee assessed in subsection (2)(b) of this section to the waste tire administration fund created in section 30-20-1405.5.
- 17 30-20-1405.5.

 (II) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE
 19 WASTE TIRE ADMINISTRATION FUND TO THE WASTE TIRE ADMINISTRATION
 20 FUND. ANY UNEXPENDED AND UNENCUMBERED MONEY IN THE WASTE TIRE
 21 ADMINISTRATION FUND IN EXCESS OF SIXTEEN AND ONE-HALF PERCENT OF
 22 THE PREVIOUS STATE FISCAL YEAR'S EXPENDITURES AT THE END OF ANY
 23 FISCAL YEAR SHALL REMAIN IN THE WASTE TIRE ADMINISTRATION FUND.".
- 24 Page 11, strike lines 1 through 6.
- 25 Page 11, line 8, strike "(2)(b), (2)(c), (2)(f)," and after "(5)," insert "(6),".
- 26 Page 11, line 9, after "repeal" insert "(2)(b), (2)(c), (2)(d), (2)(i), (2)(j),
- 27 (2)(k), (2)(l), (2)(p), (3), (4), and" and strike "and (2)(t)" and substitute
- 28 "(2)(t), and (2)(u)".

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- 29 Page 11, line 14, after "30-20-1403" insert "(2)(a)".
- Page 11, line 20, strike "PART 14" and substitute "SECTION".
- Page 12, strike lines 5 through 19 and substitute:
- 32 "(a) Collecting the WASTE TIRE ENTERPRISE fee assessed in section 30-20-1403 (1) (2)(a);
- 34 (b) Inspecting retailers to determine whether all fees are being 35 collected;
- (c) Enforcing the requirements of this part 14 pursuant to existing
 authority, including sections 30-20-113 and 30-20-114;

- (d) Developing a system to address the receipt by registered persons of unmanifested waste tires from unregistered haulers;
- (i) Providing grants to law enforcement, fire departments, local health departments, state agencies, and any other applicable entities for purchasing equipment and supplies to implement this part 14;
- (j) Training of and enforcement by entities that enforce this part 14;
- (k) Awarding grants and developing educational programs for enforcement, fire prevention and suppression, proper waste tire management and disposal, training, and customer technical assistance;
- (l) Maintaining an online complaint form and processes for law enforcement, fire departments, and citizens to report potential waste tire violations;
 - (o) Encouraging waste tire market development; and
- (p) Reimbursing the division of fire prevention and control in the department of public safety for:
- (I) Inspections of facilities where waste tires are present conducted by the division to determine whether the waste tire collection facilities, waste tire processors, and waste tire monofills are in compliance with the rules promulgated by the director of the division pursuant to section 24-33.5-1203.5 (2); and
- (II) Technical and other assistance the division provides to the department or the public related to waste tires, including assistance related to:
 - (A) The development of fire prevention education materials; and
- 26 (B) Review of fire prevention plans.".
- 27 Page 12, line 22, strike "THE DEPARTMENT" and substitute "ANY
- 28 CONTRACTORS USED".
- 29 Page 12, lines 23 and 24, strike "(3) AND (4)" and substitute "(2)(f) AND
- 30 (2)(g)".

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- Page 12, strike line 27 and substitute, "OFFICIAL ENTERPRISE BUSINESS;
- 32 (t) Funding grants in accordance with the waste tire
- 33 MANAGEMENT GRANT PROGRAM ESTABLISHED IN SECTION 30-20-1418;
- 34 AND".
- 35 Reletter succeeding paragraph accordingly.
- Page 13, line 1, strike "THIS PART 14," and substitute "SECTION
- 37 30-20-1403,".

Page 13, after line 2 insert:

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- "(3) If the department is denied access or if consent to access has not been given to clean up a site where the department reasonably believes waste tires exist illegally, the department may obtain from the district court for the judicial district in which the property is located a warrant to enter the property and remove the waste tires.
- (4) (a) In addition to any penalties assessed, the department may issue an order requiring the owner or operator to compensate the department for the cost of remediation of the site, and the department may request the attorney general to bring suit for compensation from the owner or operator for money expended remediating the site. The department shall use the recovered moneys to reimburse the fund for actual costs of remediating the site and of seeking compensation pursuant to this section. The state treasurer shall credit all additional moneys to the general fund.
- (b) The department may place a lien on a property on which the department funds the remediation of waste tires pursuant to this section until the costs of remediation have been repaid to the department. If complete repayment has not been made before a sale of the property, the department shall be repaid in full, to the extent possible, from proceeds of the sale."
- Page 13, after line 10 insert:
- "(6) The department ENTERPRISE shall, either itself or through a
 contractor, create a priority abatement list of illegal waste tire disposal
- 25 sites.".
- 26 Page 13, line 25, strike "(6)(b)," and substitute "(6)(b)(II),".
- 27 Page 14, line 4, strike "(3)(b)." and substitute "(3)(a)(II)."
- Page 15, line 23, after "type-A" insert "AND TYPE-B".
- 29 Page 16, strike lines 7 through 9.
- 30 Page 17, line 2, strike "2040," and substitute "2041,".
- 31 Page 17, line 9, strike "2041," and substitute "2042,".
- Page 17, line 11, strike "JULY 1, 2042." and substitute, "DECEMBER 31,
- 33 2042.
- 34 **SECTION 6.** In Colorado Revised Statutes, **add** 30-20-1405.5 as
- 35 follows:

30-20-1405.5. Waste tire administration fund - creation - clean **up - reimbursement - penalties - rules.** (1) (a) THERE IS CREATED IN THE STATE TREASURY THE WASTE TIRE ADMINISTRATION FUND, REFERRED TO IN THIS SECTION AS THE "FUND".

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- (b) The fund consists of the waste tire administration fee revenue credited to the fund pursuant to section 30-20-1403 (3)(b) and any other money appropriated or transferred to it.
- (c) Money credited to the fund is continuously appropriated to the department for the purposes set forth in subsection (2) of this section.
- (2) THE DEPARTMENT MAY USE THE MONEY IN THE FUND FOR THE REASONABLE DIRECT AND INDIRECT COSTS OF CONDUCTING THE REGULATORY AND ADMINISTRATIVE FUNCTIONS OF THE DEPARTMENT IN IMPLEMENTING THIS PART 14, INCLUDING:
- (a) INSPECTING NEW MOTOR VEHICLE TIRE AND NEW TRAILER TIRE RETAILERS TO DETERMINE WHETHER ALL FEES ARE BEING COLLECTED;
- (b) Enforcing the requirements of this part 14 pursuant to existing authority, including sections 30-20-113 and 30-20-114;
- (c) DEVELOPING A SYSTEM TO ADDRESS THE RECEIPT BY REGISTERED PERSONS OF UNMANIFESTED WASTE TIRES FROM UNREGISTERED WASTE TIRE HAULERS;
- (d) Maintaining an online complaint form and process for LAW Enforcement, fire departments, and citizens to report Potential Waste tire Violations;
- (e) REIMBURSING THE DIVISION OF FIRE PREVENTION AND CONTROL IN THE DEPARTMENT OF PUBLIC SAFETY FOR:
- (I) Inspections of facilities where waste tires are present conducted by the division of fire prevention and control to determine whether the waste tire collection facilities, waste tire processors, and waste tire monofills are in compliance with the rules promulgated by the director of the division pursuant to section 24-33.5-1203.5 (2); and
- (II) TECHNICAL AND OTHER ASSISTANCE THE DIVISION OF FIRE PREVENTION AND CONTROL PROVIDES TO THE DEPARTMENT OR THE PUBLIC RELATED TO WASTE TIRES, INCLUDING ASSISTANCE RELATED TO:
- (A) THE DEVELOPMENT OF FIRE PREVENTION EDUCATION MATERIALS; AND
 - (B) REVIEW OF FIRE PREVENTION PLANS;
- (f) REGISTERING AND REGULATING WASTE TIRE HAULERS, WASTE TIRE GENERATORS, USED TIRE MANAGERS, WASTE TIRE COLLECTION FACILITIES, WASTE TIRE PROCESSORS, MOBILE PROCESSORS, WASTE TIRE MONOFILLS, AND END USERS IN ACCORDANCE WITH SECTIONS 30-20-1408 TO 30-20-1417;

(g) Providing grants to law enforcement, fire departments, local health departments, state agencies, and any other applicable entities for purchasing equipment and supplies to implement this part 14;

- (h) TRAINING OF AND ENFORCEMENT BY ENTITIES THAT ENFORCE THIS PART 14;
- (i) AWARDING GRANTS AND DEVELOPING EDUCATIONAL PROGRAMS FOR ENFORCEMENT, FIRE PREVENTION AND SUPPRESSION, PROPER WASTE TIRE MANAGEMENT AND DISPOSAL, TRAINING, AND CUSTOMER TECHNICAL ASSISTANCE; AND
- (j) Any other regulatory or administrative costs related to the department's authority and duties in implementing this part 14.
- (3) IF THE DEPARTMENT IS DENIED ACCESS OR IF CONSENT TO ACCESS HAS NOT BEEN GIVEN TO CLEAN UP A SITE WHERE THE DEPARTMENT REASONABLY BELIEVES WASTE TIRES EXIST ILLEGALLY, THE DEPARTMENT MAY OBTAIN FROM THE DISTRICT COURT FOR THE JUDICIAL DISTRICT IN WHICH THE PROPERTY IS LOCATED A WARRANT TO ENTER THE PROPERTY AND REMOVE THE WASTE TIRES.
- (4) (a) IN ADDITION TO ANY PENALTIES ASSESSED, THE DEPARTMENT MAY ISSUE AN ORDER REQUIRING THE OWNER OR OPERATOR TO COMPENSATE THE DEPARTMENT FOR THE COST OF REMEDIATION OF THE SITE, AND THE DEPARTMENT MAY REQUEST THE ATTORNEY GENERAL TO BRING SUIT FOR COMPENSATION FROM THE OWNER OR OPERATOR FOR MONEY EXPENDED REMEDIATING THE SITE. THE DEPARTMENT SHALL USE THE RECOVERED MONEY TO REIMBURSE THE FUND FOR ACTUAL COSTS OF REMEDIATING THE SITE AND OF SEEKING COMPENSATION PURSUANT TO THIS SECTION. THE STATE TREASURER SHALL CREDIT ALL ADDITIONAL MONEY TO THE GENERAL FUND.
- (b) THE DEPARTMENT MAY PLACE A LIEN ON A PROPERTY ON WHICH THE DEPARTMENT FUNDS THE REMEDIATION OF WASTE TIRES PURSUANT TO THIS SECTION UNTIL THE COSTS OF REMEDIATION HAVE BEEN REPAID TO THE DEPARTMENT. IF COMPLETE REPAYMENT HAS NOT BEEN MADE BEFORE A SALE OF THE PROPERTY, THE DEPARTMENT SHALL BE REPAID IN FULL, TO THE EXTENT POSSIBLE, FROM PROCEEDS OF THE SALE.

SECTION 7. In Colorado Revised Statutes, 30-20-1415, **amend** (1)(k) as follows:

- **30-20-1415.** Waste tire monofills requirements. (1) An owner or operator of a waste tire monofill shall, as specified by the commission by rule:
- (k) Not place any waste tires into monofill storage after January 1, 2018, and SHALL close, or cause to be closed, the waste tire monofill by July 1, 2024 2034.

SECTION 8. In Colorado Revised Statutes, **add** 30-20-1418 as follows:

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- **30-20-1418.** Waste tire management grant program **definitions repeal.** (1) AS USED IN THIS SECTION, UNLESS THE CONTEXT OTHERWISE REQUIRES:
- (a) "ELIGIBLE ENTITY" MEANS THE FOLLOWING ENTITIES THAT PROVIDE SERVICES RELATED TO WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT IN COLORADO:
 - (I) MUNICIPALITIES, COUNTIES, AND CITIES AND COUNTIES;
- (II) NONPROFIT AND FOR-PROFIT BUSINESSES INVOLVED IN WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT; AND
- 12 (III) INSTITUTIONS OF HIGHER EDUCATION AND PUBLIC OR PRIVATE 13 SCHOOLS.
 - (b) "GRANT PROGRAM" MEANS THE WASTE TIRE MANAGEMENT GRANT PROGRAM CREATED IN THIS SECTION.
 - (2) (a) THERE IS CREATED THE WASTE TIME MANAGEMENT GRANT PROGRAM, WHICH SHALL BE ADMINISTERED BY THE ENTERPRISE.
 - (b) The enterprise shall, subject to available appropriations and revenues, award grants from the waste tire management enterprise fund, created in section 30-20-1404, in accordance with this section.
 - (3) (a) THE PURPOSE OF THE GRANT PROGRAM IS TO:
 - (I) PROMOTE THE DEVELOPMENT OF WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES IN ACCORDANCE WITH THIS PART 14:
 - (II) DEVELOP WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT FACILITIES AND INFRASTRUCTURE; AND
 - (III) EXPAND WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT SERVICES TO FEE PAYERS.
 - (b) THE GRANT PROGRAM IS INTENDED TO PROVIDE ECONOMIC AND TECHNICAL ASSISTANCE TO ELIGIBLE ENTITIES IN THEIR EFFORTS RELATED TO THE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT OF WASTE TIRES.
 - (4) (a) AN ELIGIBLE ENTITY MAY SUBMIT AN APPLICATION TO THE ENTERPRISE FOR A GRANT PURSUANT TO THE APPLICATION POLICIES AND PROCEDURES ESTABLISHED BY THE BOARD.
 - (b) AT A MINIMUM, AN APPLICATION SUBMITTED TO THE BOARD MUST INCLUDE THE FOLLOWING INFORMATION:
 - (I) AN APPLICATION NARRATIVE THAT DESCRIBES HOW THE ELIGIBLE ENTITY WILL USE THE GRANT, INCLUDING HOW THE GRANT WILL PROMOTE THE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT OF WASTE TIRES;
- 43 (II) AN ESTIMATE OF THE COST OF THE EQUIPMENT,

INFRASTRUCTURE, OR PROJECT THE ELIGIBLE ENTITY IS INTENDING TO FUND WITH THE GRANT AND WHETHER THE EQUIPMENT, INFRASTRUCTURE, OR PROJECT MEETS THE REQUIREMENTS SPECIFIED IN SUBSECTION (5) OF THIS SECTION;

- (III) THE AMOUNT OF IN-KIND CONTRIBUTIONS OR MATCHING FUNDS, IF ANY, TO THE PROJECT BUDGET FROM THE APPLICANT OR OTHER SOURCES OUTSIDE OF THE GRANT; AND
- (IV) WHETHER THERE IS LOCAL COMMUNITY SUPPORT FOR THE GRANT APPLICATION.
- (5) (a) THE BOARD MAY AWARD GRANTS TO ELIGIBLE ENTITIES FOR THE FOLLOWING PURPOSES:
- (I) THE PURCHASE OF WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT EQUIPMENT OR INFRASTRUCTURE;
- (II) STAFFING OF WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT FACILITIES;
- (III) MARKETING AND COMMUNICATIONS FOR WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT SERVICES;
- (IV) POLICY AND RESEARCH DEVELOPMENT RELATED TO WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES;
- (V) COMMUNITY ENGAGEMENT REGARDING WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT; AND
 - (VI) OTHER PROJECTS OR USES AS DETERMINED BY THE BOARD.
- (b) (I) THE BOARD MAY AWARD GRANTS TO AN ELIGIBLE ENTITY FOR THE PURCHASE OF EQUIPMENT OR INFRASTRUCTURE, BUT NO MORE THAN FIFTY PERCENT OF THE COST OF ANY EQUIPMENT OR INFRASTRUCTURE CAN BE FUNDED THROUGH THE GRANT PROGRAM.
- (II) THE BOARD MAY AWARD GRANTS TO AN ELIGIBLE ENTITY THAT FUND ONE HUNDRED PERCENT OF THE COST OF A PROJECT THAT DOES NOT INVOLVE THE PURCHASE OF EQUIPMENT OR INFRASTRUCTURE.
- (c) IN AWARDING GRANTS TO ELIGIBLE ENTITIES, THE BOARD IS SUBJECT TO THE FOLLOWING CONDITIONS:
- (I) UP TO FORTY PERCENT OF THE ENTERPRISE'S ANNUAL GRANT FUNDING MAY GO TO A SINGLE AWARD; AND
- (II) IF THE BOARD AWARDS A GRANT TO AN ELIGIBLE ENTITY FOR THE PURCHASE OF INFRASTRUCTURE OR EQUIPMENT, THE ELIGIBLE ENTITY IS INELIGIBLE TO RECEIVE A GRANT FOR THE FOLLOWING FIVE YEARS.
- (6)(a)(I) The board shall establish criteria and policies to determine which grants to award from the grant applications, which criteria and policies it shall make available to applicants.
- (II) THE BOARD SHALL GIVE PRIORITY TO PROJECTS THAT ADVANCE SUSTAINABLE DESIGN, PRODUCTION, RECOVERABILITY, REUSE, REPAIR, OR RECYCLING OF WASTE TIRES, WITH THE HIGHEST PRIORITY GIVEN TO PROJECTS THAT WOULD KEEP WASTE TIRE MATERIAL AVAILABLE FOR

REMANUFACTURING.

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- (b) THE BOARD SHALL ESTABLISH POLICIES FOR THE GRANT PROGRAM, WHICH MUST INCLUDE:
 - (I) AN APPLICATION FORM AND APPLICATION PROCEDURES;
- (II) A DEADLINE EACH YEAR FOR WHEN GRANT PROGRAM APPLICATIONS MUST BE SUBMITTED;
- (III) A POLICY THAT REQUIRES A GRANT RECIPIENT TO ENTER INTO A GRANT AGREEMENT WITH THE BOARD THAT INCLUDES A SCOPE OF WORK AND DEADLINES FOR THE ACHIEVEMENT OF THAT WORK;
- (IV) CRITERIA FOR MEASURING PROGRESS OF THE PROJECTS THAT RECEIVE FUNDING THROUGH THE GRANT PROGRAM;
- 12 (V) A POLICY THAT REQUIRES ANNUAL REPORTING BY GRANT RECIPIENTS ON THE PROGRESS OF THE PROJECT FINANCED BY THE GRANT; 14 AND
 - (VI) A POLICY REGARDING A GRANT RECIPIENT'S NONCOMPLIANCE WITH THE GRANT AGREEMENT ENTERED INTO BY THE GRANT RECIPIENT'S AND THE BOARD, WHICH POLICY MAY INCLUDE A MECHANISM FOR THE BOARD TO CONVERT THE GRANT RECIPIENT'S GRANT TO A LOAN WITH INTEREST.
- 20 (7) (a) THE GRANT PROGRAM IS FUNDED BY THE WASTE TIRE
 21 ENTERPRISE FEE. THE BOARD MAY DESIGNATE UP TO TEN PERCENT OF THE
 22 REVENUE GENERATED FROM THE ENTERPRISE FEE TO THE GRANT PROGRAM
 23 IN ANY GIVEN YEAR.
 - (b) THE BOARD SHALL NOT AWARD ANY GRANTS TO ELIGIBLE ENTITIES THROUGH THE GRANT PROGRAM AFTER DECEMBER 31, 2040.
 - (8) This section is repealed effective December 31, 2042.".
- 27 Renumber succeeding section accordingly.
- 28 Strike "WASTE TIRE FEE" and substitute "WASTE TIRE ENTERPRISE FEE" on:
- 29 **Page 4**, lines 12 and 21; **Page 6**, lines 3, 4, and 22; **Page 7**, line 4; and
- 30 **Page 9**, lines 14, 16, and 19.

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