Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 24-0517.01 Christopher McMichael x4775

SENATE BILL 24-123

SENATE SPONSORSHIP

Priola and Hansen,

Mauro and Froelich,

HOUSE SPONSORSHIP

Senate Committees

Finance Appropriations **House Committees**

A BILL FOR AN ACT

101	CONCERNING THE CREATION OF AN ENTERPRISE THAT IS EXEMPT FROM
102	THE REQUIREMENTS OF SECTION 20 OF ARTICLE X OF THE STATE
103	CONSTITUTION TO ADMINISTER A FEE-BASED WASTE TIRE
104	MANAGEMENT PROGRAM.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov</u>.)

The bill creates the waste tire management enterprise (enterprise). Under current law, when a consumer buys new tires, the retailer charges the consumer a waste tire fee (fee) that is then collected by the department of public health and environment (department) and distributed into 2 separate cash funds:

- The waste tire administration, enforcement, market development, and cleanup fund; and
- The end users fund.

The department uses the money in the waste tire administration, enforcement, market development, and cleanup fund for various purposes related to waste tire recycling and management. The department uses the money in the end users fund to issue rebates to end users of waste tires.

The bill shifts the following responsibilities from the department to the enterprise:

- Collecting the fee;
- Managing the waste tire administration, enforcement, market development, and cleanup fund and the end users fund;
- Issuing rebates to end users; and
- In conjunction with the solid and hazardous waste commission, overseeing the activities of waste tire haulers, waste tire generators, waste tire collection facilities, waste tire processors, mobile processors, waste tire monofills, end users, and used tire management.

The bill extends the amount of time that the fee may be collected, from December 31, 2025, until December 31, 2040.

The enterprise is operated by a board of directors appointed by the executive director of the department. The enterprise's primary duties and functions are to:

- Collect the fee;
- Promote waste tire recycling and management strategies for Colorado;
- Issue revenue bonds;
- Publish waste tire recycling and management strategies online; and
- Engage the services of contractors, consultants, or legal counsel to provide professional and technical assistance related to the conduct of the enterprise.

Because the enterprise is a government-owned business, the revenue generated by the enterprise is not subject to section 20 of article X of the state constitution.

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SECTION 1. In Colorado Revised Statutes, 30-20-1401, amend

3 (1) and (2) as follows:

¹ Be it enacted by the General Assembly of the State of Colorado:

30-20-1401. Legislative declaration - rules - enforcement recyclable material. (1) The general assembly hereby finds and declares
 that:

(a) In order to protect the environment and the public health, there
is a special need to address problems created by the disposal of waste tires
and the lack of recycling and beneficial use of waste tires; It is the policy
of this state to pursue proposals for recycling and other beneficial use of
waste tires in lieu of storage or landfill disposal, and, in addition, it is the
intent of the general assembly

(b) In adopting this part 14, to encourage THE GENERAL ASSEMBLY
HAS ENCOURAGED the development of techniques for resource recovery,
recycling, and reuse of waste tires; and to provide for the management of
waste tires. HOWEVER, THERE IS STILL ROOM FOR IMPROVEMENT
REGARDING THE MANAGEMENT OF WASTE TIRES IN COLORADO;

15 (c) THE MANAGEMENT OF WASTE TIRES AT THE STATE LEVEL
16 PROMOTES ECONOMIC DEVELOPMENT AND PROVIDES SUBSTANTIAL
17 ENVIRONMENTAL IMPACTS ACROSS THE STATE;

18 (d) IT IS IN THE STATE'S INTEREST TO PROVIDE FOR THE RECOVERY,
19 RECYCLING, REUSE, AND MANAGEMENT OF WASTE TIRES THROUGH A
20 GOVERNMENT-RUN ENTERPRISE;

(e) PROVIDING STATEWIDE WASTE TIRE RECYCLING AND
MANAGEMENT CONSTITUTES A VALUABLE SERVICE AND BENEFIT, AND A
WASTE TIRE MANAGEMENT ENTERPRISE WOULD PROVIDE USEFUL BUSINESS
SERVICES TO TIRE RETAILERS, AUTOMOBILE DEALERS, AUTOMOBILE REPAIR
SHOPS, SERVICE STATIONS, AUTOMOTIVE FLEET CENTERS, WASTE TIRE
HAULERS, WASTE TIRE COLLECTION FACILITIES, WASTE TIRE PROCESSORS,
RECYCLING AND WASTE FACILITIES, LANDFILLS, CONSUMERS, AND ALL

1 RESIDENTS OF COLORADO;

2 (f) THE WASTE TIRE MANAGEMENT ENTERPRISE WILL AID IN THE 3 PROPER MANAGEMENT OF WASTE TIRES BY PROVIDING FINANCIAL 4 INCENTIVES AND REBATES FOR THE RECYCLING OF WASTE TIRES INTO 5 END-USE TIRE-DERIVED PRODUCTS, WHICH FINANCIAL INCENTIVES AND 6 REBATES DIRECTLY COMPENSATE PEOPLE WHO PROPERLY DISPOSE OF OR 7 RECYCLE WASTE TIRES, PROVIDE FEE PAYERS MORE CONVENIENT WASTE 8 TIRE AND DISPOSAL OPTIONS, INCREASE THE PRODUCTION OF TIRE-DERIVED 9 PRODUCTS, AND POSITIVELY IMPACT HUMAN HEALTH AND SAFETY AND 10 THE ENVIRONMENT; 11 (g) IT IS NECESSARY, APPROPRIATE, AND IN THE BEST INTEREST OF

12 THE STATE TO ACKNOWLEDGE THAT, BY PROVIDING THE BUSINESS 13 SERVICES SPECIFIED IN THIS PART 14, THE ENTERPRISE ENGAGES IN AN 14 ACTIVITY CONDUCTED IN THE PURSUIT OF A BENEFIT, GAIN, OR LIVELIHOOD 15 AND THEREFORE OPERATES AS A BUSINESS;

16 (h) CONSISTENT WITH THE DETERMINATION OF THE COLORADO 17 SUPREME COURT IN NICHOLL V. E-470 PUBLIC HIGHWAY AUTHORITY, 896 18 P.2d 859 (Colo. 1995), THAT THE POWER TO IMPOSE TAXES IS 19 INCONSISTENT WITH ENTERPRISE STATUS UNDER SECTION 20 OF ARTICLE 20 X OF THE STATE CONSTITUTION, IT IS THE CONCLUSION OF THE GENERAL 21 ASSEMBLY THAT THE WASTE TIRE ENTERPRISE FEE COLLECTED BY THE 22 ENTERPRISE IS A FEE, NOT A TAX, BECAUSE THE FEE IS IMPOSED FOR THE 23 SPECIFIC PURPOSE OF ALLOWING THE ENTERPRISE TO DEFRAY THE COSTS 24 OF PROVIDING THE BUSINESS SERVICES SPECIFIED IN SECTIONS 30-20-1404 25 AND 30-20-1405 TO CONSUMERS WHO ULTIMATELY PAY THE ENTERPRISE 26 FEE, WHICH ENTERPRISE FEE IS IMPOSED AT RATES THAT ARE REASONABLY 27 CALCULATED BASED ON THE BENEFITS RECEIVED BY THOSE CONSUMERS;

1 (i) SO LONG AS THE ENTERPRISE QUALIFIES AS AN ENTERPRISE FOR 2 THE PURPOSES OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION, 3 THE REVENUE FROM THE WASTE TIRE ENTERPRISE FEE COLLECTED BY THE 4 ENTERPRISE IS NOT STATE FISCAL YEAR SPENDING, AS DEFINED IN SECTION 5 24-77-102 (17), OR STATE REVENUES, AS DEFINED IN SECTION 24-77-103.6 6 (6)(c), AND DOES NOT COUNT AGAINST EITHER THE STATE FISCAL YEAR 7 SPENDING LIMIT IMPOSED BY SECTION 20 OF ARTICLE X OF THE STATE 8 CONSTITUTION OR THE EXCESS STATE REVENUES CAP, AS DEFINED IN 9 SECTION 24-77-103.6 (6)(b)(I); AND

10 (j) THE ENTERPRISE CREATED IN THIS PART 14 IS NECESSARY TO
11 CONTINUE COLORADO'S MANAGEMENT OF WASTE TIRES AND PROVIDE
12 INCENTIVES TO LOCAL GOVERNMENTS; FOR-PROFIT WASTE TIRE
13 MANAGEMENT, RECYCLING, AND REUSE COMPANIES; AND OTHER
14 ORGANIZATIONS THAT ARE INVOLVED IN WASTE TIRE <u>RECYCLING</u>,
15 <u>BENEFICIAL REUSE</u>, AND MANAGEMENT.

(2) (a) By May 31, 2015, The commission, IN CONSULTATION
WITH THE ENTERPRISE, shall promulgate rules for the implementation and
enforcement of this part 14. Until the commission promulgates rules to
implement and enforce this part 14, the commission's rules in effect on
July 1, 2014, governing waste tires continue to apply to the extent that
they do not conflict with this part <u>14</u> SECTIONS 30-20-1403, 30-20-1404,
<u>AND 30-20-1405, AS APPLICABLE.</u>

(b) THE COMMISSION, IN CONSULTATION WITH THE DEPARTMENT,
 SHALL PROMULGATE RULES FOR THE IMPLEMENTATION AND ENFORCEMENT
 OF SECTIONS 30-20-1403 AND 30-20-1405.5 AND OTHER SECTIONS OF THIS
 PART 14, AS APPLICABLE.

27 SECTION 2. In Colorado Revised Statutes, 30-20-1402, add

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1 (1.7), (4.5), <u>(12.5)</u>, and (14.5) as follows:

30-20-1402. Definitions. As used in this part 14, unless the
context otherwise requires:

4 (1.7) "BOARD OF DIRECTORS" OR "BOARD" MEANS THE BOARD OF
5 DIRECTORS OF THE ENTERPRISE.

6 (4.5) "ENTERPRISE" MEANS THE WASTE TIRE MANAGEMENT
7 ENTERPRISE CREATED IN SECTION 30-20-1403.

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) "WASTE TIRE ENTERPRISE FEE" OR "ENTERPRISE FEE" MEANS

11 MONEY COLLECTED PURSUANT TO SECTION 30-20-1403 (2)(a).

SECTION 3. In Colorado Revised Statutes, repeal and reenact,
 with amendments, 30-20-1403 as follows:

14 **30-20-1403.** Waste tire management enterprise - board of 15 directors - waste tire enterprise fee - waste tire administration fee -16 distribution - rules. (1) Enterprise. (a) (I) THERE IS CREATED IN THE 17 DEPARTMENT THE WASTE TIRE MANAGEMENT ENTERPRISE. THE 18 ENTERPRISE IS AND OPERATES AS A GOVERNMENT-OWNED BUSINESS 19 WITHIN THE DEPARTMENT TO COLLECT THE WASTE TIRE ENTERPRISE FEE 20 CHARGED BY RETAILERS OF NEW TIRES PURSUANT TO SUBSECTION (2) OF 21 THIS SECTION AND TO USE THE WASTE TIRE ENTERPRISE FEE TO PROMOTE 22 WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT 23 STRATEGIES IN COLORADO.

(II) THE ENTERPRISE IS AND OPERATES AS A GOVERNMENT-OWNED
BUSINESS WITHIN THE DEPARTMENT FOR THE PURPOSE OF CONDUCTING
THE BUSINESS ACTIVITIES SPECIFIED IN THIS SECTION. THE ENTERPRISE IS
A TYPE 1 ENTITY, AS DEFINED IN SECTION 24-1-105, AND EXERCISES ITS

POWERS AND PERFORMS ITS DUTIES AND FUNCTIONS UNDER THE
 DEPARTMENT.

3 (III) THE ENTERPRISE CONSTITUTES AN ENTERPRISE FOR PURPOSES 4 OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION SO LONG AS IT 5 RETAINS THE AUTHORITY TO ISSUE REVENUE BONDS AND RECEIVES LESS 6 THAN TEN PERCENT OF ITS TOTAL REVENUES IN GRANTS FROM ALL 7 COLORADO STATE AND LOCAL GOVERNMENTS COMBINED. SO LONG AS IT 8 CONSTITUTES AN ENTERPRISE PURSUANT TO THIS SUBSECTION (1)(a), THE 9 ENTERPRISE IS NOT SUBJECT TO SECTION 20 OF ARTICLE X OF THE STATE 10 CONSTITUTION.

11 (IV) THE REPEAL OF THE WASTE TIRE FEE, AS IT EXISTED 12 PURSUANT TO SECTION 30-20-1403, BEFORE ITS REPEAL BY THIS SENATE 13 BILL 24-123, ENACTED IN 2024, AND THE CREATION OF THE WASTE TIRE 14 MANAGEMENT ENTERPRISE AS A NEW ENTERPRISE TO CHARGE AND 15 COLLECT A NEW WASTE TIRE ENTERPRISE FEE AS AUTHORIZED BY 16 SUBSECTION (2) OF THIS SECTION AND TO PROVIDE AND PROMOTE WASTE 17 TIRE RECYCLING, BENEFICIAL USE, AND MANAGEMENT STRATEGIES AND 18 SERVICES FUNDED BY THE WASTE TIRE ENTERPRISE FEE AS A NEW 19 GOVERNMENT-OWNED BUSINESS THAT PROVIDES BUSINESS SERVICES AS A NEW ENTERPRISE FOR THE PURPOSE OF SECTION 20 OF ARTICLE X OF THE 20 21 STATE CONSTITUTION, DOES NOT CONSTITUTE THE QUALIFICATION OF AN 22 EXISTING GOVERNMENT-OWNED BUSINESS AS AN ENTERPRISE FOR THE 23 PURPOSES OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION OR 24 SECTION 24-77-103.6 (6)(b)(II), AND, THEREFORE, DOES NOT REQUIRE OR 25 AUTHORIZE ADJUSTMENT OF THE STATE FISCAL YEAR SPENDING LIMIT 26 Calculated pursuant to section 20 of article X of the state 27 CONSTITUTION OR THE EXCESS STATE REVENUES CAP, AS DEFINED IN

1 <u>SECTION 24-77-103.6 (6)(b)(I).</u> 2 (V) THE ENTERPRISE IS NECESSARY FOR THE PRESERVATION OF THE 3 PUBLIC PEACE, HEALTH, AND SAFETY AND IS THEREFORE NOT SUBJECT TO 4 THE REQUIREMENTS OF SECTION 24-77-108. 5 (b) THE ENTERPRISE'S PRIMARY POWERS AND DUTIES ARE TO: 6 (I) COLLECT THE WASTE TIRE ENTERPRISE FEE; 7 (II) PROMOTE WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND 8 MANAGEMENT STRATEGIES THROUGHOUT COLORADO; 9 (III) ISSUE REVENUE BONDS PAYABLE FROM THE REVENUES OF THE 10 ENTERPRISE TO PROMOTE THE WASTE TIRE RECYCLING, BENEFICIAL REUSE, 11 AND MANAGEMENT STRATEGIES SPECIFIED IN THIS SECTION; 12 (IV) PUBLISH EACH YEAR, ON THE DEPARTMENT'S WEBSITE AND AS 13 OTHERWISE DEEMED APPROPRIATE BY THE BOARD, THE WASTE TIRE 14 RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES THAT THE 15 BOARD HAS PRIORITIZED THROUGH THE COLLECTION OF THE WASTE TIRE 16 ENTERPRISE FEE; 17 (V) ADOPT, AMEND, OR REPEAL POLICIES FOR THE REGULATION OF 18 THE ENTERPRISE'S AFFAIRS AND THE CONDUCT OF THE ENTERPRISE'S 19 BUSINESS CONSISTENT WITH THIS PART 14; AND 20 (VI) (A) CONTRACT WITH ANY PUBLIC OR PRIVATE ENTITY, 21 INCLUDING STATE AGENCIES, CONSULTANTS, AND THE ATTORNEY 22 GENERAL'S OFFICE, FOR PROFESSIONAL AND TECHNICAL ASSISTANCE, 23 OFFICE SPACE AND ADMINISTRATIVE SERVICES, ADVICE, AND OTHER 24 SERVICES RELATED TO THE CONDUCT OF THE AFFAIRS OF THE ENTERPRISE. 25 THE BOARD SHALL ENCOURAGE DIVERSITY IN APPLICANTS FOR CONTRACTS 26 AND SHALL GENERALLY AVOID USING SINGLE-SOURCE BIDS. 27 (B) THE ENTERPRISE SHALL PAY A FAIR MARKET RATE TO ANY

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<u>PUBLIC ENTITY, PRIVATE ENTITY, CONTRACTOR, OR CONSULTANT, WHICH</u>
 MAY INCLUDE A STATE AGENCY, THE ATTORNEY GENERAL'S OFFICE, OR

3 <u>THE DEPARTMENT, THAT IS HIRED BY THE ENTERPRISE TO PERFORM DUTIES</u>

4 <u>PURSUANT TO THIS SUBSECTION (1)(b).</u>

5 (c) THE ENTERPRISE IS GOVERNED BY A BOARD OF DIRECTORS. THE
6 BOARD CONSISTS OF THE FOLLOWING NINE MEMBERS:

7 (I) TWO MEMBERS APPOINTED BY THE EXECUTIVE DIRECTOR OF
8 THE DEPARTMENT TO REPRESENT THE DEPARTMENT, INCLUDING ONE WITH
9 EXPERTISE IN SUSTAINABILITY AND ONE WITH EXPERTISE IN COMPLIANCE;
10 (II) ONE MEMBER APPOINTED BY THE EXECUTIVE DIRECTOR OF THE
11 <u>DEPARTMENT WHO REPRESENTS A COUNTY THAT HAS EXPERIENCE WITH</u>
12 <u>THE MANAGEMENT OF WASTE</u> TIRES; AND

13 (III) SIX MEMBERS APPOINTED BY THE EXECUTIVE DIRECTOR OF 14 THE DEPARTMENT WHO ARE REPRESENTATIVES OF NONPROFIT AND 15 FOR-PROFIT ENTITIES ENGAGED IN THE RECOVERY, RECYCLING, REUSE, 16 AND MANAGEMENT OF WASTE TIRES, INCLUDING A TIRE RETAILER, A 17 WASTE TIRE COLLECTION FACILITY, A WASTE TIRE PROCESSOR, AND A 18 WASTE TIRE HAULER. TO THE EXTENT PRACTICABLE, THE REPRESENTATION 19 OF NONPROFIT AND FOR-PROFIT ENTITIES MUST BE BALANCED EQUALLY. 20 (d) OF THE MEMBERS APPOINTED TO THE BOARD OF DIRECTORS 21 PURSUANT TO SUBSECTION (1)(c)(III) OF THIS SECTION, AT LEAST ONE 22 MEMBER MUST DO BUSINESS IN A RURAL COUNTY IN THE STATE.

(e) (I) THE MEMBER REPRESENTING THE DEPARTMENT WHO HAS
EXPERTISE IN SUSTAINABILITY AND IS APPOINTED PURSUANT TO
SUBSECTION (1)(c)(I) OF THIS SECTION SHALL CALL THE FIRST MEETING OF
THE BOARD.

27 (II) THE BOARD SHALL ELECT A CHAIR FROM AMONG ITS MEMBERS

1 TO SERVE FOR A TERM NOT TO EXCEED TWO YEARS.

2 (III) THE BOARD SHALL MEET QUARTERLY, AND THE CHAIR OF THE
3 BOARD MAY CALL ADDITIONAL MEETINGS AS NECESSARY FOR THE BOARD
4 TO COMPLETE ITS DUTIES.

5 (IV) THE TERM OF OFFICE FOR A BOARD MEMBER IS THREE YEARS;
6 EXCEPT THAT FOUR OF THE SIX MEMBERS APPOINTED PURSUANT TO
7 SUBSECTION (1)(c)(III) OF THIS SECTION SERVE INITIAL TERMS OF TWO
8 YEARS. A BOARD MEMBER MAY SERVE UNLIMITED TERMS.

9 (f) (I) A MEMBER OF THE BOARD OF DIRECTORS, EXCEPT FOR 10 MEMBERS APPOINTED PURSUANT TO SUBSECTIONS (1)(c)(I) AND (1)(c)(II) 11 OF THIS SECTION, MAY RECEIVE A PER DIEM STIPEND WHILE ON OFFICIAL 12 ENTERPRISE BUSINESS.

(II) THE PER DIEM STIPEND SHALL BE AT LEAST EQUAL TO THE
COLORADO STATE EMPLOYEE PER DIEM FOR INTRA-STATE TRAVEL AS
ESTABLISHED BY THE DEPARTMENT OF PERSONNEL.

16 (III) ALL MEMBERS OF THE BOARD OF DIRECTORS MAY RECEIVE
17 REIMBURSEMENT FOR ACTUAL AND NECESSARY EXPENSES INCURRED
18 WHILE ON OFFICIAL ENTERPRISE BUSINESS.

(IV) THE ENTERPRISE MAY USE MONEY IN THE WASTE TIRE
MANAGEMENT ENTERPRISE FUND, CREATED IN SECTION 30-20-1404, TO
PAY THE PER DIEM STIPEND TO A BOARD MEMBER AND TO REIMBURSE A
BOARD MEMBER FOR ACTUAL AND NECESSARY EXPENSES INCURRED AS
PART OF THE ENTERPRISE'S OPERATING EXPENSES.

(g) THE DEPARTMENT SHALL PROVIDE OFFICE SPACE AND
 ADMINISTRATIVE STAFF TO THE ENTERPRISE, IF REQUESTED BY THE BOARD.
 <u>IN ACCORDANCE WITH SUBSECTION (1)(b)(VI)(B) OF THIS SECTION, THE</u>
 <u>ENTERPRISE SHALL PAY THE DEPARTMENT A FAIR MARKET RATE FOR ANY</u>

1 OFFICE SPACE OR ADMINISTRATIVE STAFF USED BY THE BOARD IN

2 <u>PERFORMANCE OF THE ENTERPRISE'S DUTIES.</u>

3 (2) Waste tire enterprise fee and waste tire administration fee. 4 (a) (I) EFFECTIVE JULY 1, 2025, AND CONTINUING THROUGH DECEMBER 5 31, 2040, RETAILERS OF NEW MOTOR VEHICLE TIRES AND NEW TRAILER 6 TIRES SHALL COLLECT A WASTE TIRE ENTERPRISE FEE IN AN AMOUNT TO BE 7 SET BY THE ENTERPRISE, IN COORDINATION WITH THE COMMISSION. THE 8 WASTE TIRE ENTERPRISE FEE AMOUNT MUST NOT EXCEED TWO DOLLARS 9 AND FIFTY CENTS ON THE SALE OF EACH NEW TIRE. THE MAXIMUM PER 10 TIRE ENTERPRISE FEE AMOUNT MAY BE ADJUSTED BY THE ENTERPRISE 11 EVERY TWO YEARS IN ACCORDANCE WITH ANY ANNUAL PERCENTAGE 12 CHANGE IN THE UNITED STATES DEPARTMENT OF LABOR'S BUREAU OF 13 LABOR STATISTICS CONSUMER PRICE INDEX FOR THE 14 DENVER-AURORA-LAKEWOOD METROPOLITAN AREA FOR ALL ITEMS PAID 15 BY ALL URBAN CONSUMERS, OR ITS APPLICABLE SUCCESSOR INDEX. 16 (II) EFFECTIVE JULY 1, 2025, THE BOARD OF DIRECTORS MAY 17 REVIEW THE WASTE TIRE ENTERPRISE FEE ON AN ANNUAL BASIS AND, IN 18 ACCORDANCE WITH THE FEE AMOUNT LIMIT SET FORTH IN SUBSECTION 19 (2)(a)(I) OF THIS SECTION, ADJUST THE WASTE TIRE FEE AMOUNT SO THAT 20 THE WASTE TIRE ENTERPRISE FEE IS IMPOSED IN AN AMOUNT THAT IS: 21 (A) REASONABLY RELATED TO THE DIRECT AND INDIRECT COSTS 22 OF OPERATING THE ENTERPRISE IN ACCORDANCE WITH THIS PART 14 AND 23 THE SERVICES PROVIDED BY THE ENTERPRISE, WHICH COSTS MUST NOT 24 EXCEED THE EQUIVALENT OF ONE-HALF OF THE WASTE TIRE ENTERPRISE 25 FEE COLLECTED FOR EACH NEW TIRE SOLD PURSUANT TO THIS SUBSECTION

- 26 (2);
- 27 (B) SUFFICIENT TO PAY COSTS ASSOCIATED WITH PROVIDING

1	<u>REBATES AS DESCRIBED IN SECTION 30-20-1405; AND</u>
2	(C) SUFFICIENT TO PROVIDE GRANTS TO ELIGIBLE ENTITIES
3	PURSUANT TO THE WASTE TIRE MANAGEMENT GRANT PROGRAM
4	ESTABLISHED IN SECTION 30-20-1418.
5	(b) (I) Effective July 1, 2025, and continuing through
6	DECEMBER 31, 2040, RETAILERS OF NEW MOTOR VEHICLE TIRES AND NEW
7	TRAILER TIRES SHALL COLLECT A WASTE TIRE ADMINISTRATION FEE IN AN
8	AMOUNT TO BE SET BY THE COMMISSION, IN COORDINATION WITH THE
9	DEPARTMENT.
10	(II) The commission may review the waste tire
11	ADMINISTRATION FEE ON AN ANNUAL BASIS AND ADJUST THE
12	ADMINISTRATION FEE AMOUNT SO THAT IT COVERS THE DIRECT AND
13	INDIRECT COSTS OF CONDUCTING THE REGULATORY AND ADMINISTRATIVE
14	FUNCTIONS OF THE DEPARTMENT IN IMPLEMENTING THIS PART 14.
15	(III) THE WASTE TIRE ADMINISTRATION FEE AMOUNT MUST NOT
16	EXCEED HALF OF THE AMOUNT OF THE WASTE TIRE ENTERPRISE FEE;
17	EXCEPT THAT THE MINIMUM AMOUNT OF THE WASTE TIRE
18	ADMINISTRATION FEE ON THE SALE OF EACH NEW TIRE MUST BE FIFTY
19	<u>CENTS OR MORE.</u>
20	(c) (I) ON AND AFTER JULY 1, 2025, RETAILERS OF NEW MOTOR
21	VEHICLE TIRES AND NEW TRAILER TIRES SHALL COLLECT BOTH THE
22	ENTERPRISE FEE AND THE ADMINISTRATION FEE FROM THE CONSUMER AT
23	THE POINT OF SALE.
24	(II) The receipt from the retailer to the consumer for
25	EVERY NEW MOTOR VEHICLE OR NEW TRAILER TIRE PURCHASED MUST
26	CONTAIN THE FOLLOWING STATEMENT IN THE LARGEST BOLD-FACED TYPE
27	CAPABLE BASED ON POINT-OF-SALE SOFTWARE AND ON EXISTING INVOICE

1	PRINTERS, NOT TO EXCEED FIFTEEN POINTS: "SECTION 30-20-1403,
2	COLORADO REVISED STATUTES, REQUIRES RETAILERS TO COLLECT A
3	WASTE TIRE ENTERPRISE FEE SET BY THE WASTE TIRE MANAGEMENT
4	ENTERPRISE, WHICH IS A GOVERNMENT-OWNED BUSINESS WITHIN THE
5	DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT, AND A WASTE
6	TIRE ADMINISTRATION FEE SET BY THE SOLID AND HAZARDOUS WASTE
7	COMMISSION ON THE SALE OF EACH NEW MOTOR VEHICLE TIRE AND
8	EACH NEW TRAILER TIRE."
9	(III) The retailer shall submit to the enterprise by the
10	TWENTIETH DAY OF EACH QUARTER OF EACH CALENDAR YEAR THE
11	ENTERPRISE FEE COLLECTED PURSUANT TO THIS SECTION IN THE
12	PRECEDING QUARTER OF THE CALENDAR YEAR, TOGETHER WITH ANY
13	<u>REPORT REQUIRED BY THE ENTERPRISE. THE ENTERPRISE SHALL TRANSMIT</u>
14	THE ENTERPRISE FEES TO THE STATE TREASURER, WHO SHALL CREDIT
15	THEM IN ACCORDANCE WITH SUBSECTION (3)(a) OF THIS SECTION OR AS
16	SPECIFIED IN RULES PROMULGATED BY THE COMMISSION.
17	(IV) THE RETAILER SHALL SUBMIT TO THE DEPARTMENT BY THE
18	TWENTIETH DAY OF EACH QUARTER OF EACH CALENDAR YEAR THE
19	ADMINISTRATION FEE COLLECTED PURSUANT TO THIS SECTION IN THE
20	PRECEDING QUARTER OF THE CALENDAR YEAR, TOGETHER WITH ANY
21	<u>REPORT REQUIRED BY THE DEPARTMENT. THE DEPARTMENT SHALL</u>
22	TRANSMIT THE ADMINISTRATION FEES TO THE STATE TREASURER, WHO
23	SHALL CREDIT THEM IN ACCORDANCE WITH SUBSECTION (3)(b) OF THIS
24	SECTION OR AS SPECIFIED IN RULES PROMULGATED BY THE COMMISSION.
25	(3) (a) From July 1, 2025, through January 31, 2041, the
26	STATE TREASURER SHALL DISTRIBUTE THE REVENUE FROM THE WASTE
27	<u>TIRE ENTERPRISE FEE ASSESSED IN SUBSECTION $(2)(a)$ of this section as</u>

1 <u>FOLLOWS:</u>

-	
2	(I) The portion of the enterprise fee collected to cover
3	THE COSTS DESCRIBED IN SUBSECTION (2)(a)(II)(A) OF THIS SECTION TO
4	THE WASTE TIRE MANAGEMENT ENTERPRISE FUND CREATED IN SECTION
5	<u>30-20-1404;</u>
6	(II) THE PORTION OF THE ENTERPRISE FEE COLLECTED TO COVER
7	THE COSTS DESCRIBED IN SUBSECTION (2)(a)(II)(B) OF THIS SECTION TO
8	THE END USERS FUND CREATED IN SECTION 30-20-1405;
9	(III) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE
10	WASTE TIRE MANAGEMENT ENTERPRISE FUND TO THE WASTE TIRE
11	MANAGEMENT ENTERPRISE FUND. ANY UNEXPENDED AND UNENCUMBERED
12	MONEY IN THE WASTE TIRE MANAGEMENT ENTERPRISE FUND AT THE END
13	OF ANY FISCAL YEAR SHALL REMAIN IN THE WASTE TIRE MANAGEMENT
14	ENTERPRISE FUND; AND
15	(IV) All interest earned on the investment of money in the
16	end users fund to the end users fund. Any unexpended and
17	UNENCUMBERED MONEY IN THE END USERS FUND AT THE END OF ANY
18	FISCAL YEAR SHALL REMAIN IN THE END USERS FUND.
19	(b) (I) From July 1, 2025, through January 31, 2041, the
20	STATE TREASURER SHALL DISTRIBUTE THE REVENUE FROM THE WASTE
21	TIRE ADMINISTRATION FEE ASSESSED IN SUBSECTION (2)(b) OF THIS
22	SECTION TO THE WASTE TIRE ADMINISTRATION FUND CREATED IN SECTION
23	<u>30-20-1405.5.</u>
24	(II) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE
25	WASTE TIRE ADMINISTRATION FUND TO THE WASTE TIRE ADMINISTRATION
26	FUND. ANY UNEXPENDED AND UNENCUMBERED MONEY IN THE WASTE TIRE
27	ADMINISTRATION FUND IN EXCESS OF SIXTEEN AND ONE-HALF PERCENT OF

<u>THE PREVIOUS STATE FISCAL YEAR'S EXPENDITURES AT THE END OF ANY</u>
<u>FISCAL YEAR SHALL REMAIN IN THE WASTE TIRE ADMINISTRATION FUND.</u>
<u>SECTION 4.</u> In Colorado Revised Statutes, 30-20-1404, amend
(1), (2) introductory portion, (2)(a), (2)(o), (5), (6), and (7); repeal
(2)(b), (2)(c), (2)(d), (2)(i), (2)(j), (2)(k), (2)(l), (2)(p), (3), (4), and (8);
and add (2)(q), (2)(r), (2)(s), (2)(t), and (2)(u) as follows:

8 **30-20-1404.** Waste tire management enterprise fund - creation 9 - rules. (1) (a) There is hereby created in the state treasury the waste tire 10 administration, enforcement, market development, and cleanup 11 MANAGEMENT ENTERPRISE fund, referred to in this section as the "fund", 12 consisting of the fee revenue credited pursuant to section 30-20-1403 13 (2)(a) and any other money appropriated OR TRANSFERRED to it. The 14 general assembly shall annually appropriate the money in the fund to the 15 department for its direct and indirect administrative and enforcement 16 costs in administering and enforcing this part 14 MONEY CREDITED TO 17 THE FUND IS CONTINUOUSLY APPROPRIATED TO THE ENTERPRISE FOR THE 18 PURPOSES SET FORTH IN THIS SECTION AND TO PAY THE ENTERPRISE'S 19 REASONABLE AND NECESSARY OPERATING EXPENSES.

(b) The state treasurer shall credit all interest earned on the
investment of money in the fund to the fund. Any unexpended and
unencumbered money in the fund in excess of sixteen and one-half
percent of the previous fiscal year's expenditures at the end of any fiscal
year shall be credited: REMAIN IN THE FUND.

- 25 (a) Through December 31, 2025, to the end users fund created in
 26 section 30-20-1405; and
- 27 (b) On and after January 1, 2026, to the general fund.

1	(2) The department shall ENTERPRISE MAY, IN CONSULTATION
2	WITH THE DEPARTMENT, use the money in the fund for:
3	(a) Collecting the WASTE TIRE ENTERPRISE fee assessed in section
4	<u>30-20-1403 (1) (2)(a);</u>
5	(b) Inspecting retailers to determine whether all fees are being
6	<u>collected;</u>
7	(c) Enforcing the requirements of this part 14 pursuant to existing
8	authority, including sections 30-20-113 and 30-20-114;
9	(d) Developing a system to address the receipt by registered
10	persons of unmanifested waste tires from unregistered haulers;
11	(i) Providing grants to law enforcement, fire departments, local
12	health departments, state agencies, and any other applicable entities for
13	purchasing equipment and supplies to implement this part 14;
14	(j) Training of and enforcement by entities that enforce this part
15	<u>14;</u>
16	(k) Awarding grants and developing educational programs for
17	enforcement, fire prevention and suppression, proper waste tire
18	management and disposal, training, and customer technical assistance;
19	(1) Maintaining an online complaint form and processes for law
20	enforcement, fire departments, and citizens to report potential waste tire
21	<u>violations;</u>
22	(o) Encouraging waste tire market development; and
23	(p) Reimbursing the division of fire prevention and control in the
24	department of public safety for:
25	(I) Inspections of facilities where waste tires are present
26	conducted by the division to determine whether the waste tire collection
27	facilities, waste tire processors, and waste tire monofills are in

1	compliance with the rules promulgated by the director of the division
2	pursuant to section 24-33.5-1203.5 (2); and
3	(II) Technical and other assistance the division provides to the
4	department or the public related to waste tires, including assistance
5	related to:
6	(A) The development of fire prevention education materials; and
7	(B) Review of fire prevention plans.
8	(q) The payment of any bonds issued pursuant to section
9	30-20-1403 (1)(b);
10	(r) Reimbursement of <u>any contractors used</u> for cleanup
11	AND REMEDIATION ACTIVITIES ENGAGED IN PURSUANT TO SUBSECTIONS
12	(2)(f) AND (2)(g) OF THIS SECTION;
13	(s) The payment of per diem and the reimbursement of
14	ACTUAL AND NECESSARY EXPENSES FOR BOARD MEMBERS WHILE ON
15	OFFICIAL ENTERPRISE BUSINESS;
16	(t) Funding grants in accordance with the waste tire
17	MANAGEMENT GRANT PROGRAM ESTABLISHED IN SECTION 30-20-1418;
18	AND
19	(u) ANY OTHER ACTIVITY NECESSARY TO IMPLEMENT <u>SECTION</u>
20	<u>30-20-1403,</u> as determined by the board of directors.
21	(3) If the department is denied access or if consent to access has
22	not been given to clean up a site where the department reasonably
23	believes waste tires exist illegally, the department may obtain from the
24	district court for the judicial district in which the property is located a
25	warrant to enter the property and remove the waste tires.
26	(4) (a) In addition to any penalties assessed, the department may
27	issue an order requiring the owner or operator to compensate the

1 department for the cost of remediation of the site, and the department may 2 request the attorney general to bring suit for compensation from the 3 owner or operator for money expended remediating the site. The 4 department shall use the recovered moneys to reimburse the fund for 5 actual costs of remediating the site and of seeking compensation pursuant 6 to this section. The state treasurer shall credit all additional moneys to the 7 general fund. 8 (b) The department may place a lien on a property on which the 9 department funds the remediation of waste tires pursuant to this section 10 until the costs of remediation have been repaid to the department. If 11 complete repayment has not been made before a sale of the property, the 12 department shall be repaid in full, to the extent possible, from proceeds 13 o<u>f the sale.</u> 14 (5) (a) In providing assistance pursuant to this section, the 15 department ENTERPRISE shall give primary consideration to protection of 16 public health and the environment. 17 (b) In awarding contracts for services pursuant to this section, the 18 department ENTERPRISE may give preferential bidding treatment to 19 individuals or entities that will recycle, pursuant to rules of the department concerning recycling, and reuse, rather than dispose of, the 20 21 waste tires. 22 (6) The department ENTERPRISE shall, either itself or through a 23 contractor, create a priority abatement list of illegal waste tire disposal

24 <u>sites.</u>

(7) The ENTERPRISE, IN COORDINATION WITH THE department and
 the department of transportation, shall coordinate with one another to
 systematically investigate and research the use of tire-derived aggregates

in technically feasible and economically viable civil applications
 associated with the department of transportation's roadway mission. The
 department shall include any findings regarding tire-derived aggregates,
 as appropriate, in the department's annual report to the general assembly.

5 (8) Notwithstanding any other provision of this section, on June 6 30, 2020, the state treasurer shall transfer five million three hundred 7 seventy-two thousand four hundred fifteen dollars from the fund to the 8 general fund.

9 SECTION 5. In Colorado Revised Statutes, 30-20-1405, amend
10 (1), (2)(a) introductory portion, (3), (4)(a), (4)(b) introductory portion, (5)
11 introductory portion, (5)(c) introductory portion, (5)(d), (5)(e)
12 introductory portion, (5)(e)(I), (6) introductory portion, (<u>6)(b)(II)</u>, (7), (8)
13 introductory portion, (9), and (10); and **repeal** (1.5) as follows:

30-20-1405. End users fund - creation - quarterly rebates rules - repeal. (1) (a) There is hereby created in the state treasury the end
users fund, referred to in this section as the "fund", consisting of the fee
revenue credited pursuant to section 30-20-1403 (2)(a)(II) 30-20-1403
(3)(a)(II).

(b) The state treasurer shall credit all interest and any other return
on the investment of money in the fund to the fund. The fund is subject
to annual appropriation by the general assembly to the department for the
purposes specified in this section MONEY CREDITED TO THE FUND IS
CONTINUOUSLY APPROPRIATED TO THE ENTERPRISE FOR THE PURPOSES SET
FORTH IN THIS SECTION.

25 (1.5) Notwithstanding any other provision of this section, on June
30, 2020, the state treasurer shall transfer one million four hundred
27 thousand dollars from the fund to the general fund.

(2) (a) The department ENTERPRISE, IN CONSULTATION WITH THE
 DEPARTMENT, shall use the money in the fund to provide quarterly rebates
 to in-state:

4

(3) The rebate is subject to the following conditions:

5 (a) The department ENTERPRISE shall pay the rebate amount 6 quarterly, on a per-ton basis; and

7 (b) Once the department ENTERPRISE has paid a rebate on a 8 particular quantity of tire-derived product, every part of that particular 9 quantity of tire-derived product is no longer eligible for payment of the 10 rebate.

(4) (a) The commission ENTERPRISE, IN CONSULTATION WITH THE COMMISSION, shall annually set the amount of the rebate, by rule, on a per-ton basis, and the department ENTERPRISE shall pay the set rebate amount for each ton of qualified tire-derived product. The commission ENTERPRISE shall calculate the rebate to equal, but not exceed, the amount of the anticipated income transferred into the fund during each succeeding twelve-month period.

(b) Each year, the department ENTERPRISE shall continue to
provide the rebate in accordance with the tiered structure set forth in
subsection (5)(e) of this section until:

(5) The commission shall promulgate rules governing
administration of the rebate. which ON AND AFTER THE EFFECTIVE DATE
OF THIS SECTION, AS AMENDED, THE COMMISSION SHALL CONSULT WITH
THE ENTERPRISE IN ADOPTING RULES GOVERNING ADMINISTRATION OF THE
REBATE. THE COMMISSION'S rules must include the following:

26 (c) If the balance of the fund is anticipated to be insufficient to
27 pay out all of the rebates applied for, a requirement that the department

1 ENTERPRISE:

2 (d) A requirement that an end user that qualifies for a rebate by3 utilizing waste tires for:

4 (I) Alternative daily cover must verify with the department 5 ENTERPRISE that the alternative daily cover meets all specification 6 standards for all type-B tire-derived aggregate, as established by the 7 ASTM standard D6270; and

8 (II) Tire-derived aggregate must verify with the department 9 ENTERPRISE that the tire-derived aggregate meets all specification 10 standards for all type-A <u>AND TYPE-B</u> tire-derived aggregate, as established 11 by the ASTM standard D6270; and

(e) Three tiers of rebate amounts that the department ENTERPRISE
may pay out based on the amount of the waste tire that was used and
destroyed as follows:

- (I) Tier 1: Full rebates going to crumbed rubber end uses and end
 uses that completely destroy the waste tire for the purpose of energy
 recovery or other clean technologies as defined and approved by the
 commission by rule;
- 19

(6) The department ENTERPRISE:

- 20 (b) May deny:
- 21

(II) All future rebates pursuant to this section and grants of money
 from the waste tire administration, enforcement, market development, and
 cleanup MANAGEMENT ENTERPRISE fund created in section 30-20-1404 to
 an applicant that knowingly or intentionally provides false information to
 the department ENTERPRISE when applying for a rebate or for a grant of
 money from the waste tire administration, enforcement, market

1 **development, and cleanup** MANAGEMENT ENTERPRISE fund.

2 (7) Waste tires obtained from rural counties are eligible for an 3 additional rebate amount of twenty-five dollars per ton; however, the 4 additional rebate amount must not exceed the rebate amount for tier 3 5 rebates as determined by the commission by rule pursuant to subsection 6 (5)(e)(III) of this section. To qualify for the additional rebate amount set 7 forth in this subsection (7), an end user must provide evidence to the 8 department ENTERPRISE documenting the county of origin for each waste 9 tire.

10 (8) The department ENTERPRISE shall require that an end user
submit an application for a rebate that contains self-certifications
provided by the end user regarding:

(9) (a) ON OR AFTER JANUARY 1, 2026, AND UNTIL DECEMBER 31,
 <u>2041</u>, the department ENTERPRISE may issue rebates after January 1, 2026,
 only for end uses occurring and rebates applied for on or before
 December 31, 2025 PURSUANT TO THIS SECTION.

(b) The commission, IN CONSULTATION WITH THE ENTERPRISE,
shall repeal any rules concerning the fund and implementation of this
section once the department ENTERPRISE has issued the final rebates
pursuant to subsection (9)(a) of this section.

21 (c) On July 1, 2026 JULY 1, 2042, the state treasurer shall transfer
22 any money left in the fund to the general fund.

23 (10) This section is repealed, effective July 1, 2026 <u>DECEMBER 31</u>,
24 <u>2042.</u>

25 <u>SECTION 6. In Colorado Revised Statutes</u>, add 30-20-1405.5 as
 26 <u>follows:</u>

27 <u>30-20-1405.5. Waste tire administration fund - creation - clean</u>

1	up - reimbursement - penalties - rules. (1) (a) THERE IS CREATED IN
2	THE STATE TREASURY THE WASTE TIRE ADMINISTRATION FUND, REFERRED
3	TO IN THIS SECTION AS THE "FUND".
4	(b) THE FUND CONSISTS OF THE WASTE TIRE ADMINISTRATION FEE
5	REVENUE CREDITED TO THE FUND PURSUANT TO SECTION 30-20-1403
6	(3)(b) AND ANY OTHER MONEY APPROPRIATED OR TRANSFERRED TO IT.
7	(c) Money credited to the fund is continuously
8	APPROPRIATED TO THE DEPARTMENT FOR THE PURPOSES SET FORTH IN
9	SUBSECTION (2) OF THIS SECTION.
10	(2) THE DEPARTMENT MAY USE THE MONEY IN THE FUND FOR THE
11	REASONABLE DIRECT AND INDIRECT COSTS OF CONDUCTING THE
12	REGULATORY AND ADMINISTRATIVE FUNCTIONS OF THE DEPARTMENT IN
13	IMPLEMENTING THIS PART 14, INCLUDING:
14	(a) INSPECTING NEW MOTOR VEHICLE TIRE AND NEW TRAILER TIRE
15	RETAILERS TO DETERMINE WHETHER ALL FEES ARE BEING COLLECTED;
16	(b) Enforcing the requirements of this part 14 pursuant to
17	EXISTING AUTHORITY, INCLUDING SECTIONS 30-20-113 AND 30-20-114;
18	(c) Developing a system to address the receipt by
19	REGISTERED PERSONS OF UNMANIFESTED WASTE TIRES FROM
20	UNREGISTERED WASTE TIRE HAULERS;
21	(d) MAINTAINING AN ONLINE COMPLAINT FORM AND PROCESS FOR
22	LAW ENFORCEMENT, FIRE DEPARTMENTS, AND CITIZENS TO REPORT
23	POTENTIAL WASTE TIRE VIOLATIONS;
24	(e) REIMBURSING THE DIVISION OF FIRE PREVENTION AND CONTROL
25	IN THE DEPARTMENT OF PUBLIC SAFETY FOR:
26	(I) INSPECTIONS OF FACILITIES WHERE WASTE TIRES ARE PRESENT
27	CONDUCTED BY THE DIVISION OF FIRE PREVENTION AND CONTROL TO

1	DETERMINE WHETHER THE WASTE TIRE COLLECTION FACILITIES, WASTE
2	TIRE PROCESSORS, AND WASTE TIRE MONOFILLS ARE IN COMPLIANCE WITH
3	THE RULES PROMULGATED BY THE DIRECTOR OF THE DIVISION PURSUANT
4	<u>TO SECTION 24-33.5-1203.5 (2); AND</u>
5	(II) TECHNICAL AND OTHER ASSISTANCE THE DIVISION OF FIRE
6	PREVENTION AND CONTROL PROVIDES TO THE DEPARTMENT OR THE PUBLIC
7	RELATED TO WASTE TIRES, INCLUDING ASSISTANCE RELATED TO:
8	(A) THE DEVELOPMENT OF FIRE PREVENTION EDUCATION
9	MATERIALS; AND
10	(B) REVIEW OF FIRE PREVENTION PLANS;
11	(f) REGISTERING AND REGULATING WASTE TIRE HAULERS, WASTE
12	TIRE GENERATORS, USED TIRE MANAGERS, WASTE TIRE COLLECTION
13	FACILITIES, WASTE TIRE PROCESSORS, MOBILE PROCESSORS, WASTE TIRE
14	MONOFILLS, AND END USERS IN ACCORDANCE WITH SECTIONS 30-20-1408
15	<u>то 30-20-1417;</u>
16	(g) Providing grants to law enforcement, fire
17	DEPARTMENTS, LOCAL HEALTH DEPARTMENTS, STATE AGENCIES, AND ANY
18	OTHER APPLICABLE ENTITIES FOR PURCHASING EQUIPMENT AND SUPPLIES
19	<u>TO IMPLEMENT THIS PART 14;</u>
20	(h) TRAINING OF AND ENFORCEMENT BY ENTITIES THAT ENFORCE
21	<u>THIS PART 14;</u>
22	(i) Awarding grants and developing educational
23	PROGRAMS FOR ENFORCEMENT, FIRE PREVENTION AND SUPPRESSION,
24	PROPER WASTE TIRE MANAGEMENT AND DISPOSAL, TRAINING, AND
25	CUSTOMER TECHNICAL ASSISTANCE; AND
26	(j) ANY OTHER REGULATORY OR ADMINISTRATIVE COSTS RELATED
27	TO THE DEPARTMENT'S AUTHORITY AND DUTIES IN IMPLEMENTING THIS

1 <u>PART 14.</u>

2	(3) IF THE DEPARTMENT IS DENIED ACCESS OR IF CONSENT TO
3	ACCESS HAS NOT BEEN GIVEN TO CLEAN UP A SITE WHERE THE
4	DEPARTMENT REASONABLY BELIEVES WASTE TIRES EXIST ILLEGALLY, THE
5	DEPARTMENT MAY OBTAIN FROM THE DISTRICT COURT FOR THE JUDICIAL
6	DISTRICT IN WHICH THE PROPERTY IS LOCATED A WARRANT TO ENTER THE
7	PROPERTY AND REMOVE THE WASTE TIRES.
8	(4) (a) IN ADDITION TO ANY PENALTIES ASSESSED, THE
9	DEPARTMENT MAY ISSUE AN ORDER REQUIRING THE OWNER OR OPERATOR
10	TO COMPENSATE THE DEPARTMENT FOR THE COST OF REMEDIATION OF THE
11	SITE, AND THE DEPARTMENT MAY REQUEST THE ATTORNEY GENERAL TO
12	BRING SUIT FOR COMPENSATION FROM THE OWNER OR OPERATOR FOR
13	MONEY EXPENDED REMEDIATING THE SITE. THE DEPARTMENT SHALL USE
14	THE RECOVERED MONEY TO REIMBURSE THE FUND FOR ACTUAL COSTS OF
15	REMEDIATING THE SITE AND OF SEEKING COMPENSATION PURSUANT TO
16	THIS SECTION. THE STATE TREASURER SHALL CREDIT ALL ADDITIONAL
17	MONEY TO THE GENERAL FUND.
18	(b) The department may place a lien on a property on
19	WHICH THE DEPARTMENT FUNDS THE REMEDIATION OF WASTE TIRES
20	PURSUANT TO THIS SECTION UNTIL THE COSTS OF REMEDIATION HAVE BEEN
21	<u>REPAID TO THE DEPARTMENT. IF COMPLETE REPAYMENT HAS NOT BEEN</u>
22	MADE BEFORE A SALE OF THE PROPERTY, THE DEPARTMENT SHALL BE
23	REPAID IN FULL, TO THE EXTENT POSSIBLE, FROM PROCEEDS OF THE SALE.
24	SECTION 7. In Colorado Revised Statutes, 30-20-1415, amend
25	(1)(k) as follows:
26	<u>30-20-1415. Waste tire monofills - requirements. (1) An owner</u>
27	or operator of a waste tire monofill shall, as specified by the commission

1	<u>by rule:</u>
2	(k) Not place any waste tires into monofill storage after January
3	1, 2018, and SHALL close, or cause to be closed, the waste tire monofill
4	<u>by July 1, 2024 2034.</u>
5	SECTION 8. In Colorado Revised Statutes, add 30-20-1418 as
6	<u>follows:</u>
7	<u>30-20-1418. Waste tire management grant program -</u>
8	definitions - repeal. (1) As used in this section, unless the context
9	OTHERWISE REQUIRES:
10	(a) "Eligible entity" means the following entities that
11	PROVIDE SERVICES RELATED TO WASTE TIRE RECYCLING, BENEFICIAL
12	REUSE, AND MANAGEMENT IN COLORADO:
13	(I) MUNICIPALITIES, COUNTIES, AND CITIES AND COUNTIES;
14	(II) NONPROFIT AND FOR-PROFIT BUSINESSES INVOLVED IN WASTE
15	TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT; AND
16	(III) INSTITUTIONS OF HIGHER EDUCATION AND PUBLIC OR PRIVATE
17	<u>SCHOOLS.</u>
18	(b) "Grant program" means the waste tire management
19	GRANT PROGRAM CREATED IN THIS SECTION.
20	(2) (a) THERE IS CREATED THE WASTE TIME MANAGEMENT GRANT
21	PROGRAM, WHICH SHALL BE ADMINISTERED BY THE ENTERPRISE.
22	(b) The enterprise shall, subject to available
23	APPROPRIATIONS AND REVENUES, AWARD GRANTS FROM THE WASTE TIRE
24	MANAGEMENT ENTERPRISE FUND, CREATED IN SECTION 30-20-1404, IN
25	ACCORDANCE WITH THIS SECTION.
26	(3) (a) THE PURPOSE OF THE GRANT PROGRAM IS TO:
27	(I) PROMOTE THE DEVELOPMENT OF WASTE TIRE RECYCLING.

1	BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES IN ACCORDANCE WITH
2	<u>THIS PART 14;</u>
3	(II) DEVELOP WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
4	MANAGEMENT FACILITIES AND INFRASTRUCTURE; AND
5	(III) EXPAND WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
6	MANAGEMENT SERVICES TO FEE PAYERS.
7	(b) The grant program is intended to provide economic and
8	TECHNICAL ASSISTANCE TO ELIGIBLE ENTITIES IN THEIR EFFORTS RELATED
9	TO THE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT OF WASTE
10	<u>TIRES.</u>
11	(4) (a) AN ELIGIBLE ENTITY MAY SUBMIT AN APPLICATION TO THE
12	ENTERPRISE FOR A GRANT PURSUANT TO THE APPLICATION POLICIES AND
13	PROCEDURES ESTABLISHED BY THE BOARD.
14	(b) AT A MINIMUM, AN APPLICATION SUBMITTED TO THE BOARD
15	MUST INCLUDE THE FOLLOWING INFORMATION:
16	(I) AN APPLICATION NARRATIVE THAT DESCRIBES HOW THE
17	ELIGIBLE ENTITY WILL USE THE GRANT, INCLUDING HOW THE GRANT WILL
18	PROMOTE THE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT OF
19	<u>WASTE TIRES;</u>
20	(II) AN ESTIMATE OF THE COST OF THE EQUIPMENT,
21	INFRASTRUCTURE, OR PROJECT THE ELIGIBLE ENTITY IS INTENDING TO
22	FUND WITH THE GRANT AND WHETHER THE EQUIPMENT, INFRASTRUCTURE,
23	OR PROJECT MEETS THE REQUIREMENTS SPECIFIED IN SUBSECTION (5) OF
24	THIS SECTION;
25	(III) THE AMOUNT OF IN-KIND CONTRIBUTIONS OR MATCHING
26	FUNDS, IF ANY, TO THE PROJECT BUDGET FROM THE APPLICANT OR OTHER
27	SOURCES OUTSIDE OF THE GRANT; AND

1	(IV) WHETHER THERE IS LOCAL COMMUNITY SUPPORT FOR THE
2	GRANT APPLICATION.
3	(5) (a) The board may award grants to eligible entities for
4	THE FOLLOWING PURPOSES:
5	(I) THE PURCHASE OF WASTE TIRE RECYCLING, BENEFICIAL REUSE,
6	AND MANAGEMENT EQUIPMENT OR INFRASTRUCTURE;
7	(II) STAFFING OF WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
8	MANAGEMENT FACILITIES;
9	(III) MARKETING AND COMMUNICATIONS FOR WASTE TIRE
10	RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT SERVICES;
11	(IV) POLICY AND RESEARCH DEVELOPMENT RELATED TO WASTE
12	TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES;
13	(V) Community engagement regarding waste tire
14	RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT; AND
15	(VI) OTHER PROJECTS OR USES AS DETERMINED BY THE BOARD.
16	(b) (I) THE BOARD MAY AWARD GRANTS TO AN ELIGIBLE ENTITY
17	FOR THE PURCHASE OF EQUIPMENT OR INFRASTRUCTURE, BUT NO MORE
18	THAN FIFTY PERCENT OF THE COST OF ANY EQUIPMENT OR
19	INFRASTRUCTURE CAN BE FUNDED THROUGH THE GRANT PROGRAM.
20	(II) THE BOARD MAY AWARD GRANTS TO AN ELIGIBLE ENTITY THAT
21	FUND ONE HUNDRED PERCENT OF THE COST OF A PROJECT THAT DOES NOT
22	INVOLVE THE PURCHASE OF EQUIPMENT OR INFRASTRUCTURE.
23	(c) IN AWARDING GRANTS TO ELIGIBLE ENTITIES, THE BOARD IS
24	SUBJECT TO THE FOLLOWING CONDITIONS:
25	(I) UP TO FORTY PERCENT OF THE ENTERPRISE'S ANNUAL GRANT
26	FUNDING MAY GO TO A SINGLE AWARD; AND
27	(II) IF THE BOARD AWARDS A GRANT TO AN ELIGIBLE ENTITY FOR

1	THE PURCHASE OF INFRASTRUCTURE OR EQUIPMENT, THE ELIGIBLE ENTITY
2	IS INELIGIBLE TO RECEIVE A GRANT FOR THE FOLLOWING FIVE YEARS.
3	(6) (a) (I) THE BOARD SHALL ESTABLISH CRITERIA AND POLICIES TO
4	DETERMINE WHICH GRANTS TO AWARD FROM THE GRANT APPLICATIONS,
5	WHICH CRITERIA AND POLICIES IT SHALL MAKE AVAILABLE TO APPLICANTS.
6	(II) THE BOARD SHALL GIVE PRIORITY TO PROJECTS THAT ADVANCE
7	SUSTAINABLE DESIGN, PRODUCTION, RECOVERABILITY, REUSE, REPAIR, OR
8	RECYCLING OF WASTE TIRES, WITH THE HIGHEST PRIORITY GIVEN TO
9	PROJECTS THAT WOULD KEEP WASTE TIRE MATERIAL AVAILABLE FOR
10	REMANUFACTURING.
11	(b) The board shall establish policies for the grant
12	PROGRAM, WHICH MUST INCLUDE:
13	(I) AN APPLICATION FORM AND APPLICATION PROCEDURES;
14	(II) A DEADLINE EACH YEAR FOR WHEN GRANT PROGRAM
15	APPLICATIONS MUST BE SUBMITTED;
16	(III) A POLICY THAT REQUIRES A GRANT RECIPIENT TO ENTER INTO
17	A GRANT AGREEMENT WITH THE BOARD THAT INCLUDES A SCOPE OF WORK
18	AND DEADLINES FOR THE ACHIEVEMENT OF THAT WORK;
19	(IV) CRITERIA FOR MEASURING PROGRESS OF THE PROJECTS THAT
20	RECEIVE FUNDING THROUGH THE GRANT PROGRAM;
21	(V) A POLICY THAT REQUIRES ANNUAL REPORTING BY GRANT
22	RECIPIENTS ON THE PROGRESS OF THE PROJECT FINANCED BY THE GRANT;
23	AND
24	(VI) A POLICY REGARDING A GRANT RECIPIENT'S NONCOMPLIANCE
25	WITH THE GRANT AGREEMENT ENTERED INTO BY THE GRANT RECIPIENT'S
26	AND THE BOARD, WHICH POLICY MAY INCLUDE A MECHANISM FOR THE
27	BOARD TO CONVERT THE GRANT RECIPIENT'S GRANT TO A LOAN WITH

1 <u>INTEREST.</u>

2	(7) (a) The grant program is funded by the waste tire
3	ENTERPRISE FEE. THE BOARD MAY DESIGNATE UP TO TEN PERCENT OF THE
4	<u>REVENUE GENERATED FROM THE ENTERPRISE FEE TO THE GRANT PROGRAM</u>
5	<u>IN ANY GIVEN YEAR.</u>
6	(b) The board shall not award any grants to eligible
7	ENTITIES THROUGH THE GRANT PROGRAM AFTER DECEMBER 31, 2040.
8	(8) This section is repealed effective December 31, 2042.
9	SECTION <u>9.</u> Safety clause. The general assembly finds,
10	determines, and declares that this act is necessary for the immediate
11	preservation of the public peace, health, or safety or for appropriations for
12	the support and maintenance of the departments of the state and state
13	institutions.