Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House SENATE BILL 24-123

LLS NO. 24-0517.01 Christopher McMichael x4775

SENATE SPONSORSHIP

Priola and Hansen, Jaquez Lewis, Winter F.

HOUSE SPONSORSHIP

Mauro and Froelich, Amabile, Bird, Boesenecker, Brown, Duran, Garcia, Hamrick, Jodeh, Joseph, Kipp, Lindsay, Marshall, McCormick, McLachlan, Rutinel, Snyder, Story, Valdez, Vigil

Senate	Committees
Finance	
Appropria	ations

House Committees Finance Appropriations

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, AND, IN CONNECTION THEREWITH,
105	MAKING AN APPROPRIATION.

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



Amended 2nd Reading May 3, 2024

HOUSE

3rd Reading Unamended May 4, 2024

HOUSE



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.

- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2
- **SECTION 1.** In Colorado Revised Statutes, 30-20-1401, amend

1 (1) and (2) as follows:

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 <u>use REUSE</u> 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;

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

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

(e) PROVIDING STATEWIDE WASTE TIRE <u>RECYCLING, BENEFICIAL</u>
<u>REUSE,</u> 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,

1 WASTE TIRE PROCESSORS, RECYCLING AND WASTE FACILITIES, LANDFILLS,

2 CONSUMERS, AND ALL RESIDENTS OF COLORADO;

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

12 (g) IT IS NECESSARY, APPROPRIATE, AND IN THE BEST INTEREST OF
13 THE STATE TO ACKNOWLEDGE THAT, BY PROVIDING THE BUSINESS
14 SERVICES SPECIFIED IN THIS PART 14, THE ENTERPRISE ENGAGES IN AN
15 ACTIVITY CONDUCTED IN THE PURSUIT OF A BENEFIT, GAIN, OR LIVELIHOOD
16 AND THEREFORE OPERATES AS A BUSINESS;

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

1 CALCULATED BASED ON THE COST OF PROVIDING THE SERVICES NEEDED BY

2 <u>THOSE CONSUMERS;</u>

3 (i) SO LONG AS THE ENTERPRISE QUALIFIES AS AN ENTERPRISE FOR 4 THE PURPOSES OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION, 5 THE REVENUE FROM THE WASTE TIRE ENTERPRISE FEE COLLECTED BY THE 6 ENTERPRISE IS NOT STATE FISCAL YEAR SPENDING, AS DEFINED IN SECTION 7 24-77-102(17), OR STATE REVENUES, AS DEFINED IN SECTION 24-77-103.6 8 (6)(c), AND DOES NOT COUNT AGAINST EITHER THE STATE FISCAL YEAR 9 SPENDING LIMIT IMPOSED BY SECTION 20 OF ARTICLE X OF THE STATE 10 CONSTITUTION OR THE EXCESS STATE REVENUES CAP, AS DEFINED IN 11 SECTION 24-77-103.6 (6)(b)(I); AND

12 (j) THE ENTERPRISE CREATED IN THIS PART 14 IS NECESSARY TO 13 CONTINUE COLORADO'S MANAGEMENT OF WASTE TIRES AND PROVIDE 14 INCENTIVES TO LOCAL GOVERNMENTS; FOR-PROFIT WASTE TIRE 15 MANAGEMENT, RECYCLING, AND REUSE COMPANIES; AND OTHER 16 ORGANIZATIONS THAT ARE INVOLVED IN WASTE TIRE <u>RECYCLING</u>, 17 <u>BENEFICIAL REUSE</u>, AND MANAGEMENT.

18 (2) (a) By May 31, 2015, The commission, IN CONSULTATION 19 WITH THE ENTERPRISE, shall promulgate rules for the implementation and 20 enforcement of this part 14. Until the commission promulgates rules to 21 implement and enforce this part 14, the commission's rules in effect on 22 July 1, 2014, governing waste tires continue to apply to the extent that 23 they do not conflict with this part 14 SECTIONS 30-20-1403, 30-20-1404, 24 AND 30-20-1405, AS APPLICABLE. 25 (b) THE COMMISSION, IN CONSULTATION WITH THE DEPARTMENT, 26 SHALL PROMULGATE RULES FOR THE IMPLEMENTATION AND ENFORCEMENT

27 <u>OF SECTIONS 30-20-1403 AND 30-20-1405.5 AND OTHER SECTIONS OF THIS</u>

1 PART 14, AS APPLICABLE.

2 SECTION 2. In Colorado Revised Statutes, 30-20-1402, add
3 (1.7), (4.5), (12.5), and (14.5) as follows:

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

6 (1.7) "BOARD OF DIRECTORS" OR "BOARD" MEANS THE BOARD OF
7 DIRECTORS OF THE ENTERPRISE.

8 (4.5) "ENTERPRISE" MEANS THE WASTE TIRE MANAGEMENT
9 ENTERPRISE CREATED IN SECTION 30-20-1403.

10 (12.5) "WASTE TIRE ADMINISTRATION FEE" OR "ADMINISTRATION
 11 FEE" MEANS MONEY COLLECTED PURSUANT TO SECTION 30-20-1403
 12 (2.5)(b).

13 (14.5) "WASTE TIRE ENTERPRISE FEE" OR "ENTERPRISE FEE" MEANS
 14 MONEY COLLECTED PURSUANT TO SECTION 30-20-1403 (2.5)(a).

 $\frac{\text{MONETCOLLECTED FORSOANT TO SECTION 50-20-1405 (2.5)(a)}{2.5}$

15 SECTION 3. In Colorado Revised Statutes, 30-20-1403, add

16 (1)(c), (1.5), (2)(c), (2.5), and (3) as follows:

17 <u>30-20-1403. Waste tire recycling, beneficial reuse, and</u>
 18 <u>management - waste tire fees - distribution - rules. (1) (c) THIS</u>
 19 <u>SUBSECTION (1) IS REPEALED, EFFECTIVE JULY 1, 2025.</u>

20 (<u>1.5</u>) Enterprise. (a) (<u>I</u>) THERE IS CREATED IN THE DEPARTMENT
21 <u>THE WASTE TIRE</u> MANAGEMENT ENTERPRISE. THE ENTERPRISE IS AND
22 OPERATES AS A GOVERNMENT-OWNED BUSINESS WITHIN THE DEPARTMENT
23 TO COLLECT THE <u>WASTE TIRE ENTERPRISE FEE</u> CHARGED BY RETAILERS OF
24 NEW TIRES PURSUANT TO SUBSECTION (<u>2.5</u>) OF THIS SECTION AND TO USE
25 THE <u>WASTE TIRE ENTERPRISE FEE</u> TO <u>PROMOTE WASTE TIRE RECYCLING</u>,
26 BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES IN COLORADO.

27 (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.

6 (III) THE ENTERPRISE CONSTITUTES AN ENTERPRISE FOR PURPOSES 7 OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION SO LONG AS IT 8 RETAINS THE AUTHORITY TO ISSUE REVENUE BONDS AND RECEIVES LESS 9 THAN TEN PERCENT OF ITS TOTAL REVENUES IN GRANTS FROM ALL 10 COLORADO STATE AND LOCAL GOVERNMENTS COMBINED. SO LONG AS IT 11 CONSTITUTES AN ENTERPRISE PURSUANT TO THIS SUBSECTION (1.5)(a), 12 THE ENTERPRISE IS NOT SUBJECT TO SECTION 20 OF ARTICLE X OF THE 13 STATE CONSTITUTION.

14

15 (b) THE ENTERPRISE'S PRIMARY POWERS AND DUTIES ARE TO:

16 (I) COLLECT THE <u>WASTE TIRE ENTERPRISE FEE;</u>

17 (II) PROMOTE WASTE TIRE <u>RECYCLING, BENEFICIAL REUSE,</u> AND
18 MANAGEMENT STRATEGIES THROUGHOUT COLORADO;

(III) ISSUE REVENUE BONDS PAYABLE FROM THE REVENUES OF THE
ENTERPRISE TO PROMOTE THE WASTE TIRE <u>RECYCLING, BENEFICIAL REUSE,</u>
AND MANAGEMENT STRATEGIES SPECIFIED IN THIS SECTION;

(IV) PUBLISH EACH YEAR, ON THE DEPARTMENT'S WEBSITE AND AS
 OTHERWISE DEEMED APPROPRIATE BY THE BOARD, THE WASTE TIRE
 <u>RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES THAT THE</u>
 BOARD HAS PRIORITIZED THROUGH THE COLLECTION OF THE <u>WASTE TIRE</u>
 ENTERPRISE FEE;

27 (V) ADOPT, AMEND, OR REPEAL POLICIES FOR THE REGULATION OF

-7-

THE ENTERPRISE'S AFFAIRS AND THE CONDUCT OF THE ENTERPRISE'S
 BUSINESS CONSISTENT WITH THIS PART 14; ____

3 (VI) (A) CONTRACT WITH ANY PUBLIC OR PRIVATE ENTITY, 4 INCLUDING STATE AGENCIES, CONSULTANTS, AND THE ATTORNEY 5 GENERAL'S OFFICE, FOR PROFESSIONAL AND TECHNICAL ASSISTANCE, 6 OFFICE SPACE AND ADMINISTRATIVE SERVICES, ADVICE, AND OTHER SERVICES RELATED TO THE CONDUCT OF THE AFFAIRS OF THE ENTERPRISE. 7 8 THE BOARD SHALL ENCOURAGE DIVERSITY IN APPLICANTS FOR CONTRACTS 9 AND SHALL GENERALLY AVOID USING SINGLE-SOURCE BIDS. 10 (B) THE ENTERPRISE SHALL PAY A FAIR MARKET RATE TO ANY 11 PUBLIC ENTITY, PRIVATE ENTITY, CONTRACTOR, OR CONSULTANT, WHICH 12 MAY INCLUDE A STATE AGENCY, THE ATTORNEY GENERAL'S OFFICE, OR 13 THE DEPARTMENT, THAT IS HIRED BY THE ENTERPRISE TO PERFORM DUTIES 14 PURSUANT TO THIS SUBSECTION (1.5)(b); AND 15 (VII) PREPARE AND SUBMIT AN ANNUAL FINANCIAL REPORT 16 PURSUANT TO SUBSECTION (1.5)(i) OF THIS SECTION. 17 (c) THE ENTERPRISE IS GOVERNED BY A BOARD OF DIRECTORS. THE 18 BOARD CONSISTS OF THE FOLLOWING NINE MEMBERS: 19 (I) TWO MEMBERS APPOINTED BY THE EXECUTIVE DIRECTOR OF 20 THE DEPARTMENT TO REPRESENT THE DEPARTMENT, INCLUDING ONE WITH 21 EXPERTISE IN SUSTAINABILITY AND ONE WITH EXPERTISE IN COMPLIANCE: 22 (II) ONE MEMBER APPOINTED BY THE EXECUTIVE DIRECTOR OF THE 23 DEPARTMENT WHO REPRESENTS A COUNTY THAT HAS EXPERIENCE WITH 24 THE MANAGEMENT OF WASTE TIRES; AND 25 (III) SIX MEMBERS APPOINTED BY THE EXECUTIVE DIRECTOR OF 26 THE DEPARTMENT WHO ARE REPRESENTATIVES OF NONPROFIT AND 27 FOR-PROFIT ENTITIES ENGAGED IN THE RECOVERY, RECYCLING, REUSE,

-8-

AND MANAGEMENT OF WASTE TIRES, INCLUDING A TIRE RETAILER, A
 WASTE TIRE COLLECTION FACILITY, A WASTE TIRE PROCESSOR, <u>AND</u> A
 WASTE <u>TIRE HAULER. TO THE EXTENT PRACTICABLE</u>, THE REPRESENTATION
 OF NONPROFIT AND FOR-PROFIT ENTITIES MUST BE BALANCED EQUALLY.

5 (d) OF THE MEMBERS APPOINTED TO THE BOARD OF DIRECTORS
6 PURSUANT TO SUBSECTION (1.5)(c)(III) OF THIS SECTION, AT LEAST ONE
7 MEMBER MUST DO BUSINESS IN A RURAL COUNTY IN THE STATE.

8 (e) (I) THE MEMBER REPRESENTING THE DEPARTMENT WHO HAS 9 EXPERTISE IN SUSTAINABILITY AND IS APPOINTED PURSUANT TO 10 SUBSECTION (1.5)(c)(I) OF THIS SECTION SHALL CALL THE FIRST MEETING 11 OF THE BOARD.

12 (II) THE BOARD SHALL ELECT A CHAIR FROM AMONG ITS MEMBERS
13 TO SERVE FOR A TERM NOT TO EXCEED TWO YEARS.

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

(IV) THE TERM OF OFFICE FOR A BOARD MEMBER IS THREE YEARS;
EXCEPT THAT FOUR OF THE SIX MEMBERS APPOINTED PURSUANT TO
SUBSECTION (1.5)(c)(III) OF THIS SECTION SERVE INITIAL TERMS OF TWO
YEARS. A BOARD MEMBER MAY SERVE UNLIMITED TERMS.

(f) (I) A MEMBER OF THE BOARD OF DIRECTORS, EXCEPT FOR
MEMBERS APPOINTED PURSUANT TO SUBSECTIONS (1.5)(c)(I) AND
(1.5)(c)(II) OF THIS SECTION, MAY RECEIVE A PER DIEM STIPEND WHILE ON
OFFICIAL 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.

-9-

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

4 (IV) THE ENTERPRISE MAY USE MONEY IN THE WASTE TIRE 5 MANAGEMENT ENTERPRISE FUND, CREATED IN SECTION 30-20-1404, TO 6 PAY THE PER DIEM STIPEND TO A BOARD MEMBER AND TO REIMBURSE A 7 BOARD MEMBER FOR ACTUAL AND NECESSARY EXPENSES INCURRED AS 8 PART OF THE ENTERPRISE'S OPERATING EXPENSES.

9 (g) THE DEPARTMENT SHALL PROVIDE OFFICE SPACE AND 10 ADMINISTRATIVE STAFF TO THE ENTERPRISE, IF REQUESTED BY THE BOARD. 11 <u>IN ACCORDANCE WITH SUBSECTION (1.5)(b)(VI)(B) OF THIS SECTION, THE</u> 12 <u>ENTERPRISE SHALL PAY THE DEPARTMENT A FAIR MARKET RATE FOR ANY</u> 13 <u>OFFICE SPACE OR ADMINISTRATIVE STAFF USED BY THE BOARD IN</u> 14 <u>PERFORMANCE OF THE ENTERPRISE'S DUTIES.</u>

15 (h) (I) THE DEPARTMENT MAY TRANSFER MONEY FROM ANY 16 LEGALLY AVAILABLE SOURCE TO THE ENTERPRISE FOR THE PURPOSE OF 17 DEFRAYING EXPENSES INCURRED BY THE ENTERPRISE BEFORE IT RECEIVES 18 FEE REVENUE. THE ENTERPRISE MAY ACCEPT AND EXPEND ANY MONEY SO 19 TRANSFERRED, AND, NOTWITHSTANDING ANY STATE FISCAL RULE OR 20 GENERALLY ACCEPTED ACCOUNTING PRINCIPLE THAT COULD OTHERWISE 21 BE INTERPRETED TO REQUIRE A CONTRARY CONCLUSION, SUCH A 22 TRANSFER IS A LOAN FROM THE DEPARTMENT TO THE ENTERPRISE THAT IS 23 REQUIRED TO BE REPAID AND IS NOT A GRANT FOR PURPOSES OF SECTION 24 <u>20 (2)(d) OF ARTICLE X OF THE STATE CONSTITUTION OR AS DEFINED IN</u> 25 <u>SECTION 24-77-102 (7).</u> 26 (II) ALL MONEY TRANSFERRED AS A LOAN TO THE ENTERPRISE

27 <u>MUST BE CREDITED TO THE WASTE TIRE ADMINISTRATION, ENFORCEMENT,</u>

1	MARKET DEVELOPMENT, AND CLEANUP FUND, CREATED IN SECTION
2	<u>30-20-1404 (1)(a). LOAN LIABILITIES THAT ARE RECORDED IN THE WASTE</u>
3	TIRE ADMINISTRATION, ENFORCEMENT, MARKET DEVELOPMENT, AND
4	CLEANUP FUND BUT THAT ARE NOT REQUIRED TO BE PAID IN THE CURRENT
5	STATE FISCAL YEAR SHALL NOT BE CONSIDERED WHEN CALCULATING
6	SUFFICIENT STATUTORY FUND BALANCE FOR PURPOSES OF SECTION
7	<u>24-75-109.</u>
8	(III) As the enterprise receives sufficient revenue in excess
9	OF EXPENSES, IT SHALL REIMBURSE THE DEPARTMENT FOR THE PRINCIPAL
10	AMOUNT OF ANY LOAN MADE BY THE DEPARTMENT, PLUS INTEREST AT A
11	RATE AGREED UPON BY THE DEPARTMENT AND THE ENTERPRISE.
12	(i) (I) ON OR BEFORE JUNE $30, 2026$, and every June 30 of each
13	YEAR THEREAFTER, THE ENTERPRISE SHALL PREPARE AND SUBMIT AN
14	ANNUAL FINANCIAL REPORT TO LEGISLATIVE COUNCIL STAFF AND THE
15	JOINT BUDGET COMMITTEE OF THE GENERAL ASSEMBLY.
16	(II) THE FINANCIAL REPORT PREPARED BY THE ENTERPRISE
17	PURSUANT TO SUBSECTION $(1.5)(i)(I)$ of this section must include the
18	ENTERPRISE'S PROJECTED REVENUE AND EXPENDITURES AND PROPOSED
19	BUDGET FOR THE FOLLOWING FISCAL YEAR.
20	(III) THE ENTERPRISE SHALL POST A COPY OF THE ENTERPRISE'S
21	FINANCIAL REPORT ON THE ENTERPRISE'S PUBLIC WEBSITE.
22	(2) (c) This subsection (2) is repealed, effective July 1, 2025.
23	(2.5) Waste tire enterprise fee and waste tire administration
24	fee. (a) (I) Effective July 1, 2025, Retailers of New Motor Vehicle
25	TIRES AND NEW TRAILER TIRES SHALL COLLECT A <u>WASTE TIRE ENTERPRISE</u>
26	$\underline{\text{FEE}}$ IN AN AMOUNT TO BE SET BY THE ENTERPRISE, IN COORDINATION WITH
27	THE COMMISSION. THE <u>WASTE TIRE ENTERPRISE FEE</u> AMOUNT MUST NOT

1 EXCEED TWO DOLLARS AND FIFTY CENTS ON THE SALE OF EACH NEW TIRE. 2 THE MAXIMUM PER TIRE ENTERPRISE FEE AMOUNT MAY BE ADJUSTED BY 3 THE ENTERPRISE EVERY TWO YEARS IN ACCORDANCE WITH ANY ANNUAL 4 PERCENTAGE CHANGE IN THE UNITED STATES DEPARTMENT OF LABOR'S 5 BUREAU OF LABOR STATISTICS CONSUMER PRICE INDEX FOR THE 6 DENVER-AURORA-LAKEWOOD METROPOLITAN AREA FOR ALL ITEMS PAID 7 BY ALL URBAN CONSUMERS, OR ITS APPLICABLE SUCCESSOR INDEX. 8 (II) EFFECTIVE JULY 1, 2025, THE BOARD OF DIRECTORS MAY 9 REVIEW THE WASTE TIRE ENTERPRISE FEE ON AN ANNUAL BASIS AND, IN 10 ACCORDANCE WITH THE FEE AMOUNT LIMIT SET FORTH IN SUBSECTION 11 (2.5)(a)(I) OF THIS SECTION, ADJUST THE WASTE TIRE FEE AMOUNT SO 12 THAT THE WASTE TIRE ENTERPRISE FEE IS IMPOSED IN AN AMOUNT THAT 13 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 (2.5);20 (B) SUFFICIENT TO PAY COSTS ASSOCIATED WITH PROVIDING 21 REBATES AS DESCRIBED IN SECTION 30-20-1405; AND 22 (C) SUFFICIENT TO PROVIDE GRANTS TO ELIGIBLE ENTITIES 23 PURSUANT TO THE WASTE TIRE MANAGEMENT GRANT PROGRAM 24 ESTABLISHED IN SECTION 30-20-1418. 25 (b) (I) EFFECTIVE JULY 1, 2025, RETAILERS OF NEW MOTOR 26 VEHICLE TIRES AND NEW TRAILER TIRES SHALL COLLECT A WASTE TIRE 27 ADMINISTRATION FEE IN AN AMOUNT TO BE SET BY THE COMMISSION, IN

1 <u>COORDINATION WITH THE DEPARTMENT.</u>

2 (II)THE COMMISSION MAY REVIEW THE WASTE TIRE 3 ADMINISTRATION FEE ON AN ANNUAL BASIS AND ADJUST THE 4 ADMINISTRATION FEE AMOUNT SO THAT IT COVERS THE DIRECT AND 5 INDIRECT COSTS OF CONDUCTING THE REGULATORY AND ADMINISTRATIVE 6 FUNCTIONS OF THE DEPARTMENT IN IMPLEMENTING THIS PART 14. 7 (III) THE WASTE TIRE ADMINISTRATION FEE AMOUNT MUST NOT 8 EXCEED HALF OF THE AMOUNT OF THE WASTE TIRE ENTERPRISE FEE; 9 EXCEPT THAT THE MINIMUM AMOUNT OF THE WASTE TIRE 10 ADMINISTRATION FEE ON THE SALE OF EACH NEW TIRE MUST BE FIFTY 11 CENTS OR MORE. 12 (c) (I) ON AND AFTER JULY 1, 2025, RETAILERS OF NEW MOTOR 13 VEHICLE TIRES AND NEW TRAILER TIRES SHALL COLLECT BOTH THE 14 ENTERPRISE FEE AND THE ADMINISTRATION FEE FROM THE CONSUMER AT 15 THE POINT OF SALE. 16 (II) THE RECEIPT FROM THE RETAILER TO THE CONSUMER FOR 17 EVERY NEW MOTOR VEHICLE OR NEW TRAILER TIRE PURCHASED MUST 18 CONTAIN THE FOLLOWING STATEMENT IN THE LARGEST BOLD-FACED TYPE 19 CAPABLE BASED ON POINT-OF-SALE SOFTWARE AND ON EXISTING INVOICE 20 PRINTERS, NOT TO EXCEED FIFTEEN POINTS: "SECTION 30-20-1403, 21 **COLORADO REVISED STATUTES, REQUIRES RETAILERS TO COLLECT A** 22 WASTE TIRE ENTERPRISE FEE SET BY THE WASTE TIRE MANAGEMENT 23 ENTERPRISE, WHICH IS A GOVERNMENT-OWNED BUSINESS WITHIN THE 24 DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT, AND A WASTE 25 TIRE ADMINISTRATION FEE SET BY THE SOLID AND HAZARDOUS WASTE 26 COMMISSION ON THE SALE OF EACH NEW MOTOR VEHICLE TIRE AND 27 EACH NEW TRAILER TIRE."

1	(III) THE DETAILED CHALL CHDART TO THE ENTEDDRICE DV THE
1	(III) THE RETAILER SHALL SUBMIT TO THE ENTERPRISE BY THE
2	TWENTIETH DAY OF EACH QUARTER OF EACH CALENDAR YEAR THE
3	ENTERPRISE FEE COLLECTED PURSUANT TO THIS SECTION IN THE
4	PRECEDING QUARTER OF THE CALENDAR YEAR, TOGETHER WITH ANY
5	<u>REPORT REQUIRED BY THE ENTERPRISE. THE ENTERPRISE SHALL TRANSMIT</u>
6	THE ENTERPRISE FEES TO THE STATE TREASURER, WHO SHALL CREDIT
7	THEM IN ACCORDANCE WITH SUBSECTION (3)(a) OF THIS SECTION OR AS
8	SPECIFIED IN RULES PROMULGATED BY THE COMMISSION.
9	(IV) THE RETAILER SHALL SUBMIT TO THE DEPARTMENT BY THE
10	TWENTIETH DAY OF EACH QUARTER OF EACH CALENDAR YEAR THE
11	ADMINISTRATION FEE COLLECTED PURSUANT TO THIS SECTION IN THE
12	PRECEDING QUARTER OF THE CALENDAR YEAR, TOGETHER WITH ANY
13	<u>report required by the department. The department shall</u>
14	TRANSMIT THE ADMINISTRATION FEES TO THE STATE TREASURER, WHO
15	SHALL CREDIT THEM IN ACCORDANCE WITH SUBSECTION (3)(b) OF THIS
16	SECTION OR AS SPECIFIED IN RULES PROMULGATED BY THE COMMISSION.
17	(3) (a) BEGINNING ON JULY 1, 2025, THE STATE TREASURER SHALL
18	DISTRIBUTE THE REVENUE FROM THE WASTE TIRE ENTERPRISE FEE
19	ASSESSED IN SUBSECTION (2.5)(a) OF THIS SECTION AS FOLLOWS:
20	(I) THE PORTION OF THE ENTERPRISE FEE COLLECTED TO COVER
21	THE COSTS DESCRIBED IN SUBSECTION (2.5)(a)(II)(A) OF THIS SECTION TO
22	THE WASTE TIRE MANAGEMENT ENTERPRISE FUND CREATED IN SECTION
23	<u>30-20-1404;</u>
24	(II) THE PORTION OF THE ENTERPRISE FEE COLLECTED TO COVER
25	THE COSTS DESCRIBED IN SUBSECTION (2.5)(a)(II)(B) OF THIS SECTION TO
26	THE END USERS FUND CREATED IN SECTION 30-20-1405;
27	(III) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE

1	WASTE TIRE MANAGEMENT ENTERPRISE FUND TO THE WASTE TIRE
2	MANAGEMENT ENTERPRISE FUND. ANY UNEXPENDED AND UNENCUMBERED
3	MONEY IN THE WASTE TIRE MANAGEMENT ENTERPRISE FUND AT THE END
4	OF ANY FISCAL YEAR SHALL REMAIN IN THE WASTE TIRE MANAGEMENT
5	ENTERPRISE FUND.
6	(IV) All interest earned on the investment of money in the
7	END USERS FUND TO THE END USERS FUND. ANY UNEXPENDED AND
8	UNENCUMBERED MONEY IN THE END USERS FUND AT THE END OF ANY
9	FISCAL YEAR SHALL REMAIN IN THE END USERS FUND.
10	(b) (I) BEGINNING ON JULY 1, 2025, THE STATE TREASURER SHALL
11	DISTRIBUTE THE REVENUE FROM THE WASTE TIRE ADMINISTRATION FEE
12	ASSESSED IN SUBSECTION (2.5)(b) OF THIS SECTION TO THE WASTE TIRE
13	ADMINISTRATION FUND CREATED IN SECTION 30-20-1405.5.
14	(II) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE
15	WASTE TIRE ADMINISTRATION FUND SHALL BE CREDITED TO THE WASTE
16	TIRE ADMINISTRATION FUND. ANY UNEXPENDED AND UNENCUMBERED
17	MONEY IN THE WASTE TIRE ADMINISTRATION FUND IN EXCESS OF SIXTEEN
18	AND ONE-HALF PERCENT OF THE PREVIOUS STATE FISCAL YEAR'S
19	EXPENDITURES AT THE END OF ANY FISCAL YEAR SHALL REMAIN IN THE
20	WASTE TIRE ADMINISTRATION FUND.
21	
22	SECTION 4. In Colorado Revised Statutes, 30-20-1404, amend
23	(1), (2) introductory portion, (2)(a), (2)(o), (5), (6), and (7); repeal
24	(2)(b), (2)(c), (2)(d), (2)(i), (2)(j), (2)(k), (2)(l), (2)(p), (3), (4), and (8);
25	and add (2)(q), (2)(r), (2)(s), (2)(t), and (2)(u) as follows:
26	30-20-1404. Waste tire management enterprise fund - creation

1 administration, enforcement, market development, and cleanup 2 MANAGEMENT ENTERPRISE fund, referred to in this section as the "fund", 3 consisting of the fee revenue credited pursuant to section 30-20-1403 4 (2.5)(a) and any other money appropriated OR TRANSFERRED to it. The 5 general assembly shall annually appropriate the money in the fund to the 6 department for its direct and indirect administrative and enforcement 7 costs in administering and enforcing this part 14 MONEY CREDITED TO 8 THE FUND IS CONTINUOUSLY APPROPRIATED TO THE ENTERPRISE FOR THE 9 PURPOSES SET FORTH IN THIS SECTION AND TO PAY THE ENTERPRISE'S 10 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.

- (a) Through December 31, 2025, to the end users fund created in
 section 30-20-1405; and
- 18

(b) On and after January 1, 2026, to the general fund.

- 19 (2) The department shall ENTERPRISE MAY, IN CONSULTATION
 20 WITH THE DEPARTMENT, use the money in the fund for:
- 21 (a) Collecting the WASTE TIRE ENTERPRISE fee assessed in section
 22 <u>30-20-1403 (1) (2.5)(a);</u>
- 23 (b) <u>Inspecting retailers to determine whether all fees are being</u>
 24 collected;
- 25 (c) Enforcing the requirements of this part 14 pursuant to existing
- 26 <u>authority, including sections 30-20-113 and 30-20-114;</u>
- 27 (d) Developing a system to address the receipt by registered

1	persons of unmanifested waste tires from unregistered haulers;
2	(i) Providing grants to law enforcement, fire departments, local
3	health departments, state agencies, and any other applicable entities for
4	purchasing equipment and supplies to implement this part 14;
5	(j) Training of and enforcement by entities that enforce this part
6	<u>14;</u>
7	(k) Awarding grants and developing educational programs for
8	enforcement, fire prevention and suppression, proper waste tire
9	management and disposal, training, and customer technical assistance;
10	(1) Maintaining an online complaint form and processes for law
11	enforcement, fire departments, and citizens to report potential waste tire
12	<u>violations;</u>
13	(o) Encouraging waste tire market development; and
14	(p) Reimbursing the division of fire prevention and control in the
15	department of public safety for:
16	(I) Inspections of facilities where waste tires are present
17	conducted by the division to determine whether the waste tire collection
18	facilities, waste tire processors, and waste tire monofills are in
19	compliance with the rules promulgated by the director of the division
20	pursuant to section 24-33.5-1203.5 (2); and
21	(II) Technical and other assistance the division provides to the
22	department or the public related to waste tires, including assistance
23	related to:
24	(A) The development of fire prevention education materials; and
25	(B) Review of fire prevention plans.
26	(q) The payment of any bonds issued pursuant to section
27	30-20-1403 <u>(1.5)(b);</u>

1	
1	(r) REIMBURSEMENT OF <u>ANY CONTRACTORS USED</u> FOR CLEANUP
2	AND REMEDIATION ACTIVITIES ENGAGED IN PURSUANT TO SUBSECTIONS
3	(2)(f) AND $(2)(g)$ OF THIS SECTION;
4	(s) The payment of per diem and the reimbursement of
5	ACTUAL AND NECESSARY EXPENSES FOR BOARD MEMBERS WHILE ON
6	OFFICIAL ENTERPRISE BUSINESS;
7	(t) Funding grants in accordance with the waste tire
8	MANAGEMENT GRANT PROGRAM ESTABLISHED IN SECTION 30-20-1418;
9	AND
10	(u) ANY OTHER ACTIVITY NECESSARY TO IMPLEMENT <u>SECTION</u>
11	<u>30-20-1403,</u> as determined by the board of directors.
12	(3) If the department is denied access or if consent to access has
13	not been given to clean up a site where the department reasonably
14	believes waste tires exist illegally, the department may obtain from the
15	district court for the judicial district in which the property is located a
16	warrant to enter the property and remove the waste tires.
17	(4) (a) In addition to any penalties assessed, the department may
18	issue an order requiring the owner or operator to compensate the
19	department for the cost of remediation of the site, and the department may
20	request the attorney general to bring suit for compensation from the
21	owner or operator for money expended remediating the site. The
22	department shall use the recovered moneys to reimburse the fund for
23	actual costs of remediating the site and of seeking compensation pursuant
24	to this section. The state treasurer shall credit all additional moneys to the
25	general fund.
26	(b) The department may place a lien on a property on which the
27	department funds the remediation of waste tires pursuant to this section

2 complete repayment has not been made before a sale of the property, the 3 department shall be repaid in full, to the extent possible, from proceeds 4 of the sale. 5 (5) (a) In providing assistance pursuant to this section, the department ENTERPRISE shall give primary consideration to protection of 6 7 public health and the environment. 8 (b) In awarding contracts for services pursuant to this section, the 9 department ENTERPRISE may give preferential bidding treatment to 10 individuals or entities that will recycle, pursuant to rules of the 11 department concerning recycling, and reuse, rather than dispose of, the 12 waste tires. 13 (6) The department ENTERPRISE shall, either itself or through a 14 contractor, create a priority abatement list of illegal waste tire disposal 15 sites. 16 (7) The ENTERPRISE, IN COORDINATION WITH THE department and 17 the department of transportation, shall coordinate with one another to 18 systematically investigate and research the use of tire-derived aggregates 19 in technically feasible and economically viable civil applications 20 associated with the department of transportation's roadway mission. The 21 department shall include any findings regarding tire-derived aggregates, 22 as appropriate, in the department's annual report to the general assembly. 23 (8) Notwithstanding any other provision of this section, on June 24 30, 2020, the state treasurer shall transfer five million three hundred 25 seventy-two thousand four hundred fifteen dollars from the fund to the

until the costs of remediation have been repaid to the department. If

- 26 general fund.
- 27

1

SECTION 5. In Colorado Revised Statutes, 30-20-1405, amend

(1), (2)(a) introductory portion, (3), (4)(a), (4)(b) introductory portion, (5)
 introductory portion, (5)(c) introductory portion, (5)(d), (5)(e)
 introductory portion, (5)(e)(I), (6) introductory portion, (6)(b)(II), (7), (8)
 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.

16 (1.5) Notwithstanding any other provision of this section, on June
 30, 2020, the state treasurer shall transfer one million four hundred
 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:

22

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

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

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

1 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.

9 (b) Each year, the department ENTERPRISE shall continue to 10 provide the rebate in accordance with the tiered structure set forth in 11 subsection (5)(e) of this section until:

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

17 (c) If the balance of the fund is anticipated to be insufficient to
18 pay out all of the rebates applied for, a requirement that the department
19 ENTERPRISE:

20 (d) A requirement that an end user that qualifies for a rebate by21 utilizing waste tires for:

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

26 (II) Tire-derived aggregate must verify with the department
 27 ENTERPRISE that the tire-derived aggregate meets all specification

-21-

standards for all type-A <u>AND TYPE-B</u> tire-derived aggregate, as established
 by the ASTM standard D6270; and

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

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

10

(6) The department ENTERPRISE:

11

(b) May deny:

12

(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 development, and cleanup MANAGEMENT ENTERPRISE fund.

20 (7) Waste tires obtained from rural counties are eligible for an 21 additional rebate amount of twenty-five dollars per ton; however, the 22 additional rebate amount must not exceed the rebate amount for tier 3 23 rebates as determined by the commission by rule pursuant to subsection 24 (5)(e)(III) of this section. To qualify for the additional rebate amount set 25 forth in this subsection (7), an end user must provide evidence to the 26 department ENTERPRISE documenting the county of origin for each waste 27 tire.

1	(8) The department ENTERPRISE shall require that an end user
2	submit an application for a rebate that contains self-certifications
3	provided by the end user regarding:
4	(9) (a) ON OR AFTER JANUARY 1, 2026, AND UNTIL DECEMBER 31,
5	<u>2041,</u> the department ENTERPRISE may issue rebates after January 1, 2026,
6	only for end uses occurring and rebates applied for on or before
7	December 31, 2025 PURSUANT TO THIS SECTION.
8	(b) The commission, IN CONSULTATION WITH THE ENTERPRISE,
9	shall repeal any rules concerning the fund and implementation of this
10	section once the department ENTERPRISE has issued the final rebates
11	pursuant to subsection (9)(a) of this section.
12	(c) On July 1, 2026 JULY 1, <u>2042,</u> the state treasurer shall transfer
13	any money left in the fund to the general fund.
14	(10) This section is repealed, effective July 1, 2026 DECEMBER 31.
15	<u>2042.</u>
16	SECTION 6. In Colorado Revised Statutes, add 30-20-1405.5 as
17	<u>follows:</u>
18	<u> 30-20-1405.5. Waste tire administration fund - creation - clean</u>
19	up - reimbursement - penalties - rules. (1) (a) THERE IS CREATED IN
20	THE STATE TREASURY THE WASTE TIRE ADMINISTRATION FUND, REFERRED
21	TO IN THIS SECTION AS THE "FUND".
22	(b) THE FUND CONSISTS OF THE WASTE TIRE ADMINISTRATION FEE
23	REVENUE CREDITED TO THE FUND PURSUANT TO SECTION 30-20-1403
24	(3)(b) AND ANY OTHER MONEY APPROPRIATED OR TRANSFERRED TO IT.
25	(c) Money credited to the fund is continuously
26	
20	APPROPRIATED TO THE DEPARTMENT FOR THE PURPOSES SET FORTH IN

-23-

1	(2) THE DEPARTMENT MAY USE THE MONEY IN THE FUND FOR THE
2	REASONABLE DIRECT AND INDIRECT COSTS OF CONDUCTING THE
3	REGULATORY AND ADMINISTRATIVE FUNCTIONS OF THE DEPARTMENT IN
4	IMPLEMENTING THIS PART 14, INCLUDING:
5	(a) INSPECTING NEW MOTOR VEHICLE TIRE AND NEW TRAILER TIRE
6	RETAILERS TO DETERMINE WHETHER ALL FEES ARE BEING COLLECTED;
7	(b) Enforcing the requirements of this part 14 pursuant to
8	EXISTING AUTHORITY, INCLUDING SECTIONS 30-20-113 AND 30-20-114;
9	(c) Developing a system to address the receipt by
10	REGISTERED PERSONS OF UNMANIFESTED WASTE TIRES FROM
11	UNREGISTERED WASTE TIRE HAULERS;
12	(d) MAINTAINING AN ONLINE COMPLAINT FORM AND PROCESS FOR
13	LAW ENFORCEMENT, FIRE DEPARTMENTS, AND CITIZENS TO REPORT
14	POTENTIAL WASTE TIRE VIOLATIONS;
15	(e) REIMBURSING THE DIVISION OF FIRE PREVENTION AND CONTROL
16	IN THE DEPARTMENT OF PUBLIC SAFETY FOR:
17	(I) INSPECTIONS OF FACILITIES WHERE WASTE TIRES ARE PRESENT
18	CONDUCTED BY THE DIVISION OF FIRE PREVENTION AND CONTROL TO
19	DETERMINE WHETHER THE WASTE TIRE COLLECTION FACILITIES, WASTE
20	TIRE PROCESSORS, AND WASTE TIRE MONOFILLS ARE IN COMPLIANCE WITH
21	THE RULES PROMULGATED BY THE DIRECTOR OF THE DIVISION PURSUANT
22	<u>TO SECTION 24-33.5-1203.5 (2); AND</u>
23	(II) TECHNICAL AND OTHER ASSISTANCE THE DIVISION OF FIRE
24	PREVENTION AND CONTROL PROVIDES TO THE DEPARTMENT OR THE PUBLIC
25	RELATED TO WASTE TIRES, INCLUDING ASSISTANCE RELATED TO:
26	(A) THE DEVELOPMENT OF FIRE PREVENTION EDUCATION
27	MATERIALS; AND

1	(B) REVIEW OF FIRE PREVENTION PLANS;
2	(f) REGISTERING AND REGULATING WASTE TIRE HAULERS, WASTE
3	TIRE GENERATORS, USED TIRE MANAGERS, WASTE TIRE COLLECTION
4	FACILITIES, WASTE TIRE PROCESSORS, MOBILE PROCESSORS, WASTE TIRE
5	MONOFILLS, AND END USERS IN ACCORDANCE WITH SECTIONS 30-20-1408
6	<u>то 30-20-1417;</u>
7	(g) Providing grants to law enforcement, fire
8	DEPARTMENTS, LOCAL HEALTH DEPARTMENTS, STATE AGENCIES, AND ANY
9	OTHER APPLICABLE ENTITIES FOR PURCHASING EQUIPMENT AND SUPPLIES
10	<u>TO IMPLEMENT THIS PART 14;</u>
11	(h) TRAINING OF AND ENFORCEMENT BY ENTITIES THAT ENFORCE
12	<u>THIS PART 14;</u>
13	(i) AWARDING GRANTS AND DEVELOPING EDUCATIONAL
14	PROGRAMS FOR ENFORCEMENT, FIRE PREVENTION AND SUPPRESSION,
15	PROPER WASTE TIRE MANAGEMENT AND DISPOSAL, TRAINING, AND
16	CUSTOMER TECHNICAL ASSISTANCE; AND
17	(j) ANY OTHER REGULATORY OR ADMINISTRATIVE COSTS RELATED
18	TO THE DEPARTMENT'S AUTHORITY AND DUTIES IN IMPLEMENTING THIS
19	<u>PART 14.</u>
20	(3) IF THE DEPARTMENT IS DENIED ACCESS OR IF CONSENT TO
21	ACCESS HAS NOT BEEN GIVEN TO CLEAN UP A SITE WHERE THE
22	DEPARTMENT REASONABLY BELIEVES WASTE TIRES EXIST ILLEGALLY, THE
23	DEPARTMENT MAY OBTAIN FROM THE DISTRICT COURT FOR THE JUDICIAL
24	DISTRICT IN WHICH THE PROPERTY IS LOCATED A WARRANT TO ENTER THE
25	PROPERTY AND REMOVE THE WASTE TIRES.
26	(4) (a) IN ADDITION TO ANY PENALTIES ASSESSED, THE
27	DEPARTMENT MAY ISSUE AN ORDER REQUIRING THE OWNER OR OPERATOR

1	TO COMPENSATE THE DEPARTMENT FOR THE COST OF REMEDIATION OF THE
2	SITE, AND THE DEPARTMENT MAY REQUEST THE ATTORNEY GENERAL TO
3	BRING SUIT FOR COMPENSATION FROM THE OWNER OR OPERATOR FOR
4	MONEY EXPENDED REMEDIATING THE SITE. THE DEPARTMENT SHALL USE
5	THE RECOVERED MONEY TO REIMBURSE THE FUND FOR ACTUAL COSTS OF
6	REMEDIATING THE SITE AND OF SEEKING COMPENSATION PURSUANT TO
7	THIS SECTION. THE STATE TREASURER SHALL CREDIT ALL ADDITIONAL
8	MONEY TO THE GENERAL FUND.
9	(b) The department may place a lien on a property on
10	WHICH THE DEPARTMENT FUNDS THE REMEDIATION OF WASTE TIRES
11	PURSUANT TO THIS SECTION UNTIL THE COSTS OF REMEDIATION HAVE BEEN
12	<u>REPAID TO THE DEPARTMENT. IF COMPLETE REPAYMENT HAS NOT BEEN</u>
13	MADE BEFORE A SALE OF THE PROPERTY, THE DEPARTMENT SHALL BE
14	REPAID IN FULL, TO THE EXTENT POSSIBLE, FROM PROCEEDS OF THE SALE.
15	SECTION 7. In Colorado Revised Statutes, 30-20-1415, amend
16	(1)(k) as follows:
17	<u>30-20-1415. Waste tire monofills - requirements. (1) An owner</u>
18	or operator of a waste tire monofill shall, as specified by the commission
19	<u>by rule:</u>
20	(k) Not place any waste tires into monofill storage after January
21	1, 2018, and SHALL close, or cause to be closed, the waste tire monofill
22	<u>by July 1, 2024 2034.</u>
23	SECTION 8. In Colorado Revised Statutes, add 30-20-1418 as
24	<u>follows:</u>
25	<u> 30-20-1418. Waste tire management grant program -</u>
26	definitions - repeal. (1) As used in this section, unless the context
27	OTHERWISE REQUIRES:

1	(a) "Eligible entity" means the following entities that
2	PROVIDE SERVICES RELATED TO WASTE TIRE RECYCLING, BENEFICIAL
3	REUSE, AND MANAGEMENT IN COLORADO:
4	(I) MUNICIPALITIES, COUNTIES, AND CITIES AND COUNTIES;
5	(II) NONPROFIT AND FOR-PROFIT BUSINESSES INVOLVED IN WASTE
6	TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT; AND
7	(III) INSTITUTIONS OF HIGHER EDUCATION AND PUBLIC OR PRIVATE
8	<u>SCHOOLS.</u>
9	(b) "GRANT PROGRAM" MEANS THE WASTE TIRE MANAGEMENT
10	GRANT PROGRAM CREATED IN THIS SECTION.
11	(2) (a) THERE IS CREATED THE WASTE TIME MANAGEMENT GRANT
12	PROGRAM, WHICH SHALL BE ADMINISTERED BY THE ENTERPRISE.
13	(b) The enterprise shall, subject to available
14	APPROPRIATIONS AND REVENUES, AWARD GRANTS FROM THE WASTE TIRE
15	MANAGEMENT ENTERPRISE FUND, CREATED IN SECTION 30-20-1404, IN
16	ACCORDANCE WITH THIS SECTION.
17	(3) (a) THE PURPOSE OF THE GRANT PROGRAM IS TO:
18	(I) PROMOTE THE DEVELOPMENT OF WASTE TIRE RECYCLING,
19	BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES IN ACCORDANCE WITH
20	<u>THIS PART 14;</u>
21	(II) DEVELOP WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
22	MANAGEMENT FACILITIES AND INFRASTRUCTURE; AND
23	(III) EXPAND WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
24	MANAGEMENT SERVICES TO FEE PAYERS.
25	(b) The grant program is intended to provide economic and
26	TECHNICAL ASSISTANCE TO ELIGIBLE ENTITIES IN THEIR EFFORTS RELATED
27	TO THE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT OF WASTE

1

-	
2	(4) (a) AN ELIGIBLE ENTITY MAY SUBMIT AN APPLICATION TO THE
3	ENTERPRISE FOR A GRANT PURSUANT TO THE APPLICATION POLICIES AND
4	PROCEDURES ESTABLISHED BY THE BOARD.
5	(b) AT A MINIMUM, AN APPLICATION SUBMITTED TO THE BOARD
6	MUST INCLUDE THE FOLLOWING INFORMATION:
7	(I) AN APPLICATION NARRATIVE THAT DESCRIBES HOW THE
8	ELIGIBLE ENTITY WILL USE THE GRANT, INCLUDING HOW THE GRANT WILL
9	PROMOTE THE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT OF
10	<u>WASTE TIRES;</u>
11	(II) AN ESTIMATE OF THE COST OF THE EQUIPMENT,
12	INFRASTRUCTURE, OR PROJECT THE ELIGIBLE ENTITY IS INTENDING TO
13	FUND WITH THE GRANT AND WHETHER THE EQUIPMENT, INFRASTRUCTURE,
14	OR PROJECT MEETS THE REQUIREMENTS SPECIFIED IN SUBSECTION (5) OF
15	THIS SECTION;
16	(III) THE AMOUNT OF IN-KIND CONTRIBUTIONS OR MATCHING
17	FUNDS, IF ANY, TO THE PROJECT BUDGET FROM THE APPLICANT OR OTHER
18	SOURCES OUTSIDE OF THE GRANT; AND
19	(IV) WHETHER THERE IS LOCAL COMMUNITY SUPPORT FOR THE
20	GRANT APPLICATION.
21	(5) (a) THE BOARD MAY AWARD GRANTS TO ELIGIBLE ENTITIES FOR
22	THE FOLLOWING PURPOSES:
23	(I) The purchase of waste tire recycling, beneficial reuse,
24	AND MANAGEMENT EQUIPMENT OR INFRASTRUCTURE;
25	(II) STAFFING OF WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
26	MANAGEMENT FACILITIES;
27	(III) MARKETING AND COMMUNICATIONS FOR WASTE TIRE

27 (III) MARKETING AND COMMUNICATIONS FOR WASTE TIRE

1	RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT SERVICES;
2	(IV) POLICY AND RESEARCH DEVELOPMENT RELATED TO WASTE
3	TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES;
4	(V) COMMUNITY ENGAGEMENT REGARDING WASTE TIRE
5	RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT; AND
6	(VI) OTHER PROJECTS OR USES AS DETERMINED BY THE BOARD.
7	(b) (I) THE BOARD MAY AWARD GRANTS TO AN ELIGIBLE ENTITY
8	FOR THE PURCHASE OF EQUIPMENT OR INFRASTRUCTURE, BUT NO MORE
9	THAN FIFTY PERCENT OF THE COST OF ANY EQUIPMENT OR
10	INFRASTRUCTURE CAN BE FUNDED THROUGH THE GRANT PROGRAM.
11	(II) THE BOARD MAY AWARD GRANTS TO AN ELIGIBLE ENTITY THAT
12	FUND ONE HUNDRED PERCENT OF THE COST OF A PROJECT THAT DOES NOT
13	INVOLVE THE PURCHASE OF EQUIPMENT OR INFRASTRUCTURE.
14	(c) IN AWARDING GRANTS TO ELIGIBLE ENTITIES, THE BOARD IS
15	SUBJECT TO THE FOLLOWING CONDITIONS:
16	(I) UP TO FORTY PERCENT OF THE ENTERPRISE'S ANNUAL GRANT
17	FUNDING MAY GO TO A SINGLE AWARD; AND
18	(II) IF THE BOARD AWARDS A GRANT TO AN ELIGIBLE ENTITY FOR
19	THE PURCHASE OF INFRASTRUCTURE OR EQUIPMENT, THE ELIGIBLE ENTITY
20	IS INELIGIBLE TO RECEIVE A GRANT FOR THE FOLLOWING FIVE YEARS.
21	(6) (a) (I) THE BOARD SHALL ESTABLISH CRITERIA AND POLICIES TO
22	DETERMINE WHICH GRANTS TO AWARD FROM THE GRANT APPLICATIONS,
23	WHICH CRITERIA AND POLICIES IT SHALL MAKE AVAILABLE TO APPLICANTS.
24	(II) THE BOARD SHALL GIVE PRIORITY TO PROJECTS THAT ADVANCE
25	SUSTAINABLE DESIGN, PRODUCTION, RECOVERABILITY, REUSE, REPAIR, OR
26	RECYCLING OF WASTE TIRES, WITH THE HIGHEST PRIORITY GIVEN TO
27	PROJECTS THAT WOULD KEEP WASTE TIRE MATERIAL AVAILABLE FOR

1 <u>REMANUFACTURING.</u>

(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;
(V) A POLICY THAT REQUIRES ANNUAL REPORTING BY GRANT
RECIPIENTS ON THE PROGRESS OF THE PROJECT FINANCED BY THE GRANT;
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.
(7) (a) The grant program is funded by the waste tire
ENTERPRISE FEE. THE BOARD MAY DESIGNATE UP TO TEN PERCENT OF THE
REVENUE GENERATED FROM THE ENTERPRISE FEE TO THE GRANT PROGRAM
<u>IN ANY GIVEN YEAR.</u>
(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.
SECTION 9. Appropriation. (1) For the 2024-25 state fiscal

1	year, \$60,208 is appropriated to the department of public health and
2	environment. This appropriation is from the waste tire administration,
3	enforcement, market development, and cleanup fund created in section
4	30-20-1404 (1), C.R.S. To implement this act, the department may use
5	this appropriation as follows:
6	(a) \$9,000 for use by the hazardous materials and waste
7	management division for the solid waste control program; and
8	(b) \$51,208 for the purchase of legal services.
9	(2) For the 2024-25 state fiscal year, \$51,208 is appropriated to
10	the department of law. This appropriation is from reappropriated funds
11	received from the department of public health and environment under
12	subsection (1)(b) of this section and is based on an assumption that the
13	department of law will require an additional 0.2 FTE. To implement this
14	act, the department of law may use this appropriation to provide legal
15	services for the department of public health and environment.
16	SECTION 10. Effective date. This act takes effect upon passage;
17	except that section 30-20-1403 (2.5), Colorado Revised Statutes, as added
18	in section 3 of this act, takes effect on July 1, 2025; section 30-20-1404,
19	Colorado Revised Statutes, as amended in section 4 of this act, takes
20	effect on July 1, 2025; section 30-20-1405, Colorado Revised Statutes, as
21	amended in section of 5 of this act, takes effect on July 1, 2025; section
22	30-20-1405.5, as added in section 6 of this act, takes effect on July 1,
23	2025; and section 30-20-1418, as added in section 8 of this act, takes
24	<u>effect on July 1, 2025.</u>
25	SECTION 11. Safety clause. The general assembly finds,
26	determines, and declares that this act is necessary for the immediate
27	preservation of the public peace, health, or safety or for appropriations for

- 1 the support and maintenance of the departments of the state and state
- 2 <u>institutions.</u>