<u>SSB 5080</u> - S AMD 302 By Senators Haugen, Marr, Swecker

ADOPTED 04/04/2007

Strike everything after the enacting clause and insert the following:

3 "<u>NEW SECTION.</u> Sec. 1. The legislature restates its goal to fully 4 clean up unauthorized waste tire piles in Washington state in an 5 expeditious fashion. In partnership with local governments and the 6 private sector, the legislature encourages ongoing efforts to prevent 7 the creation of future unauthorized waste tire piles. The legislature 8 notes a positive trend in tire recycling in recent years and encourages 9 all parties to continue these strong recycling efforts.

10 **Sec. 2.** RCW 70.95.510 and 2005 c 354 s 2 are each amended to read 11 as follows:

12 (1) There is levied a one dollar per tire fee on the retail sale of 13 new replacement vehicle tires ((for a period of five years, beginning 14 July 1, 2005)). The fee imposed in this section ((shall)) must be paid 15 by the buyer to the seller, and each seller shall collect from the buyer the full amount of the fee. The fee collected from the buyer by 16 17 the seller less the ten percent amount retained by the seller as provided in RCW 70.95.535(1) ((shall)) must be paid to the department 18 19 of revenue in accordance with RCW 82.32.045.

(2) (2) The department of revenue shall incorporate into the agency's regular audit cycle a reconciliation of the number of tires sold and the amount of revenue collected by the businesses selling new replacement vehicle tires at retail. The department of revenue shall collect on the business excise tax return from the businesses selling new replacement vehicle tires at retail:

- 26
- (a) The number of tires sold; and
- 27 (b) The fee levied in this section.
- 28 (3) All other applicable provisions of chapter 82.32 RCW have full

force and application with respect to the fee imposed under this
 section. The department of revenue shall administer this section.

3 (4) For the purposes of this section, "new replacement vehicle
4 tires" means tires that are newly manufactured for vehicle purposes and
5 does not include retreaded vehicle tires.

6 **Sec. 3.** RCW 70.95.521 and 2005 c 354 s 3 are each amended to read 7 as follows:

8 The waste tire removal account is created in the state treasury. 9 ((All receipts from tire fees imposed under RCW 70.95.510 must be 10 deposited in the account. Moneys in the account may be spent only 11 after appropriation.)) Expenditures from the account may be used for 12 the cleanup of unauthorized waste tire piles ((and)), measures that 13 prevent future accumulation of unauthorized waste tire piles, and road 14 wear related maintenance on state and local public highways.

15 <u>NEW SECTION.</u> Sec. 4. A new section is added to chapter 70.95 RCW 16 to read as follows:

(1) All receipts from tire fees imposed under RCW 70.95.510, except as provided in subsection (2) of this section, must be deposited in the waste tire removal account created under RCW 70.95.521. Moneys in the account may be spent only after appropriation. Expenditures from the account may be used for the cleanup of unauthorized waste tire piles and measures that prevent future accumulation of unauthorized waste tire piles.

(2) On July 1st of odd-numbered years, the state treasurer must transfer any cash balance in excess of one million dollars from the waste tire removal account created under RCW 70.95.521 to the motor vehicle account for the purpose of road wear related maintenance on state and local public highways.

29 **Sec. 5.** RCW 70.95.530 and 2005 c 354 s 5 are each amended to read 30 as follows:

31 (1) Moneys in the waste tire removal account may be appropriated to 32 the department of ecology:

(a) To provide for funding to state and local governments for the
 removal of discarded vehicle tires from unauthorized tire dump sites;
 and

(b) To accomplish the other purposes of RCW 70.95.020 as they 1 2 relate to waste tire cleanup under this chapter((; and 3 (c) To conduct a study of existing tire cleanup sites. The office of financial management shall oversee the study process and approve the 4 completed study. The completed study shall be delivered to the house 5 of representatives and senate transportation committees by November 15, 6 2005. In conducting the study, the department shall consult on a 7 regular basis with interested parties. The following identified 8 elements at a minimum shall be included in the completed study: 9 10 (i) Identification of existing tire cleanup sites in the state of Washington; 11 12 (ii) The estimated number of tires in each tire cleanup site; 13 (iii) A map identifying the location of each one of the tire 14 cleanup sites; (iv) A photograph of each one of the tire cleanup sites; 15 16 (v) The estimated cost for cleanup of each tire [cleanup] site by 17 cost component; (vi) The estimated reimbursement of costs to be recovered from 18

19 persons or entities that created or have responsibility for the tire 20 cleanup site;

21 (vii) Identification of the type of reimbursements for recovery by
22 each of the tire cleanup sites;

23 (viii) The estimated time frame to begin the cleanup project and 24 the estimated completion date for each tire cleanup site;

25 (ix) An assessment of local government functions relating to 26 unauthorized tire piles, including cleanup, enforcement, and public 27 health;

28 (x) Identification of needs in the areas in (c)(ix) of this
29 subsection for each one of the counties; and

(xi) A statewide cleanup plan based on multiple funding options 30 between twenty cents and sixty cents for each new tire sold at retail 31 32 in the state starting on July 1, 2005. The plan shall include the estimated time frame to begin each of the tire cleanup sites and the 33 estimated completion date for each one of the sites. In addition, the 34 35 plan must include a process to be followed in selecting entities to perform the tire site cleanups. The 2006 legislature shall determine 36 37 the final distribution of the tire cleanup fee and the appropriations 38 for this statewide tire cleanup plan)).

1 (2) In spending funds in the account under this section, the 2 department of ecology shall identify communities with the most severe 3 problems with waste tires and provide funds first to those communities 4 to remove accumulations of waste tires.

(3) ((Immediately after July 1, 2005, the department of ecology 5 б shall initiate a pilot project in a city with a population between 7 three and four thousand within a county with a population less than 8 twenty thousand to contract to clean up a formerly licensed tire pile in existence for ten or more years. To begin the project, the 9 department shall seek to use financial assurance funds set aside for 10 11 clean up of the tire pile. For purposes of this subsection, population 12 figures are the official 2004 population as estimated by the office of 13 financial management for purposes of state revenue allocation.)) On September first of even-numbered years, the department of ecology shall 14 provide a report to the house and senate transportation committees on 15 the progress being made on the cleanup of unauthorized waste tire piles 16 in the state and efforts underway to prevent the formation of future 17 unauthorized waste tire piles. The report should detail any additional 18 unauthorized waste tire piles discovered since the last report and 19 20 present a plan to clean up these new unauthorized waste tire piles if 21 they have not already done so, as well as include a listing of authorized waste tire piles and transporters. The report shall also 22 include the status of funds available to the program and a needs 23 24 assessment of the program. On September 1, 2008, the department shall also make recommendations to the committees for an ongoing program to 25 26 prevent the formation of future unauthorized waste tire piles. Such a program, if required, must include joint efforts with local governments 27 and the tire industry. 28

29 Sec. 6. RCW 70.95.555 and 2005 c 354 s 6 are each amended to read 30 as follows:

Any person engaged in the business of transporting or storing waste tires shall be licensed by the department. To obtain a license, each applicant must:

34 (1) Provide assurances that the applicant is in compliance with 35 this chapter and the rules regarding waste tire storage and 36 transportation; 1 (2) Accept liability for and authorize the department to recover 2 any costs incurred in any cleanup of waste tires transported or newly 3 stored by the applicant in violation of this section, or RCW 70.95.560, 4 70.95.515, or 70.95.570, or rules adopted thereunder, after July 1, 5 2005;

6 (3) ((Until January 1, 2006, post a bond in the sum of ten thousand dollars in favor of the state of Washington for waste tires transported or stored before July 1, 2005. In lieu of the bond, the applicant may submit financial assurances acceptable to the department;

10 (4)) After January 1, 2006, for waste tires transported or stored 11 before July 1, 2005, or for waste tires transported or stored after 12 July 1, 2005, post a bond in an amount to be determined by the 13 department sufficient to cover the liability for the cost of cleanup of 14 the transported or stored waste tires, in favor of the state of 15 Washington. In lieu of the bond, the applicant may submit financial 16 assurances acceptable to the department;

17 (((5))) <u>(4)</u> Be registered in the state of Washington as a business 18 and be in compliance with all state laws, rules, and local ordinances; 19 (((6))) <u>(5)</u> Have a federal tax identification number and be in 20 compliance with all applicable federal codes and regulations; and

21 (((7))) <u>(6)</u> Report annually to the department the amount of tires 22 transported and their disposition. Failure to report shall result in 23 revocation of the license."

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ADOPTED 04/04/2007

On page 1, line 1 of the title, after "Relating to" strike the remainder of the title and insert "extending tire replacement fees; amending RCW 70.95.510, 70.95.521, 70.95.530, and 70.95.555; adding a new section to chapter 70.95 RCW; and creating a new section."

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