1	SENATE FLOOR VERSION April 11, 2011
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3	ENGROSSED HOUSE BILL NO. 1939 By: Jackson and Billy of the
4	House
5	and
6	Johnson (Rob) and Myers of the Senate
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9	An Act relating to environment and natural resources; amending 27A O.S. 2001, Sections 2-11-401, 2-11-402,
10	as last amended by Section 1, Chapter 230, O.S.L. 2005, and as renumbered by Section 8, Chapter 230,
11	O.S.L. 2005, 2-11-403, as renumbered by Section 9, Chapter 230, O.S.L. 2005, and as last amended by
12	Section 1, Chapter 194, O.S.L. 2010, 2-11-404, as renumbered by Section 10, Chapter 230, O.S.L. 2005,
13	2-11-405, as renumbered by Section 11, Chapter 230, O.S.L. 2005, and as last amended by Section 2,
14	Chapter 194, O.S.L. 2010, 2-11-405.1, as renumbered by Section 12, Chapter 230, O.S.L. 2005, 2-11-409, as
15	renumbered by Section 13, Chapter 230, O.S.L. 2005, and as last amended by Section 10, Chapter 413,
16	O.S.L. 2010 and 2-11-413, as renumbered by Section 14, Chapter 230, O.S.L. 2005, and as last amended by
17	Section 4, Chapter 146, O.S.L. 2007 (27A O.S. Supp. 2010, Section 2-11-401.1, 2-11-401.2, 2-11-401.3, 2-
18	11-401.4, 2-11-401.5, 2-11-401.6 and 2-11-401.7), which relate to the Oklahoma Waste Tire Recycling
19	Act; changing the name of the act; changing the word waste to the word used throughout the act; changing
20	the name of a waste tire facility to a used tire recycling facility throughout the act; modifying
21	definitions; adding definition; changing the amount of certain used tire recycling fees; deleting certain
22	used tire recycling fees; updating statutory references; modifying allocation of the monies in the
23	Used Tire Recycling Indemnity Fund; providing for allocation of certain percentage to the Department of
24	Environmental Quality Revolving Fund; specifying use

1 of the monies; providing for allocation of the balance; deleting certain sworn affidavit 2 requirements; requiring documentation of remittance of certain fees; modifying tire dump or landfill collection percentage requirements; authorizing the 3 Department to determine the collection percentages; modifying basis for allocation of remaining monies in 4 the Fund; directing the Department to promulgate 5 certain rules by a certain date; authorizing the Department to solicit bids for remediation of tire dumps under certain conditions; modifying deposit 6 requirements; amending 27A O.S. 2001, Section 2-2-201, as amended by Section 1, Chapter 301, O.S.L. 7 2010 (27A O.S. Supp. 2010, Section 2-2-201), which relates to advisory councils; amending 27A O.S. 2001, 8 Section 2-10-802, as last amended by Section 2, 9 Chapter 301, O.S.L. 2010 (27A O.S. Supp. 2010, Section 2-10-802), which relates to solid waste scales, fees and expenditures; changing the word 10 waste to the word used; providing an effective date; 11 and declaring an emergency. 12 13 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 14 27A O.S. 2001, Section 2-11-401, 15 SECTION 1. AMENDATORY 16 is amended to read as follows: Section 2-11-401. This part shall be known and may be cited as 17 the "Oklahoma Waste Used Tire Recycling Act". 18 SECTION 2. AMENDATORY 27A O.S. 2001, Section 2-11-402, 19 as last amended by Section 1, Chapter 230, O.S.L. 2005, and as 20 renumbered by Section 8, Chapter 230, O.S.L. 2005 (27A O.S. Supp. 21 2010, Section 2-11-401.1), is amended to read as follows: 22 Section 2-11-401.1 As used in the Oklahoma Waste Used Tire 23 24 Recycling Act:

1. "Automotive dismantler and parts recycler" means the same as 1 defined in Section 591.2 of Title 47 of the Oklahoma Statutes; 2 2. "Commission" means the Oklahoma Tax Commission; 3 3. "Crumb rubber" means fine particles of vulcanized rubber 4 5 resulting from mechanical or cryogenic size reduction of waste used 6 tires; "Department" means the Department of Environmental Quality; 7 4. "Erosion control project" means a project involving the 8 5. 9 utilization of waste used tires for erosion control, bank 10 stabilization or other conservation project; "Fund" means the Waste Used Tire Recycling Indemnity Fund; 11 6. 12 7. "Motorcycle" means a motor vehicle of a type defined in Section 1-135 of Title 47 of the Oklahoma Statutes; 13 8. "Motor-driven cycle" means a motor vehicle of a type defined 14 in Section 1-136 of Title 47 of the Oklahoma Statutes; 15 "Motorized bicycle" means a motor vehicle of a type defined 16 9. in Section 1-136.1 of Title 47 of the Oklahoma Statutes; 17 "Motor vehicle" means the same as defined in Section 1-134 10. 18 of Title 47 of the Oklahoma Statutes; 19 "Priority cleanup list" means a list, created and 20 11. maintained by the Department, of: 21 unpermitted waste dumps which did not exist when the 2.2 a. owner took possession of the property where the tires 23 24

1 are located, and were created without the consent of 2 or benefit to the owner of the property, and such other tire dumps designated by the Department b. 3 pursuant to Section 2-11-401.6 of this title; 4 5 12. "Tire" means any solid or air-filled covering for motor vehicle wheels; 6 7 "Tire dealer" means any person engaged in the business of 13. selling new and used tires to final consumers, not for resale; 8 9 14. "Tire-derived fuel facility" or "TDF facility" means a 10 facility that uses processed tires or whole waste used tires for energy or fuel recovery; 11 "Waste Used tire recycling facility" means any place which 12 15. is permitted as a solid waste disposal site, in accordance with the 13 Oklahoma Solid Waste Management Act, at which waste used tires are 14 15 processed; and "Waste Used tire processing" means altering the form of 16 16. whole waste used tires by shredding, chipping, or other method 17 approved by the Department, except baling; and 18 17. "Used tire" means an unprocessed whole tire or tire part 19 that can no longer be used for its original intended purpose but can 20 be beneficially reused as approved by the Department. Any used tire 21 collected in accordance with the requirements of the Oklahoma Used 2.2 Tire Recycling Act is not considered to be discarded. A tire that 23 24

1	can be used, reuse	d or legally modified to be reused for its
2	original intended	purpose shall not be a used tire.
3	SECTION 3.	AMENDATORY 27A O.S. 2001, Section 2-11-403,
4	as renumbered by S	ection 9, Chapter 230, O.S.L. 2005, and as last
5	amended by Section	1, Chapter 194, O.S.L. 2010 (27A O.S. Supp. 2010,
6	Section 2-11-401.2	), is amended to read as follows:
7	Section 2-11-4	01.2 A. 1. Except as otherwise provided by this
8	section, the follo	wing assessments shall be made for tires for use
9	on motor vehicles:	
10	a. at t	he time any tire:
11	(1)	with a rim diameter of <del>seventeen and one-half (17</del>
12		<del>1/2) inches rim diameter or</del> less <u>than or equal to</u>
13		nineteen and one-half (19 $1/2$ ) inches is sold by
14		a tire dealer, there shall be assessed a <del>waste</del>
15		<u>used</u> tire recycling fee of <del>One Dollar (\$1.00)</del> <u>Two</u>
16		Dollars and fifty cents (\$2.50) per tire,
17	(2)	with a rim diameter greater than seventeen and
18		one half (17 1/2) inches but less than or equal
19		to nineteen and one-half (19 1/2) inches is sold
20		by a tire dealer, there shall be assessed a waste
21		tire recycling fee of Two Dollars and fifty cents
22		<del>(\$2.50) per tire,</del>
23	<del>(3)</del>	with a rim diameter greater than nineteen and
24		one-half (19 1/2) inches is sold by a tire

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments) Page 5

1		dealer, there shall be assessed a <del>waste</del> <u>used</u> tire
2		recycling fee of Three Dollars and fifty cents
3		(\$3.50) per tire, and
4	<del>(4)</del>	(3) is sold by a tire dealer for use on a motorcycle,
5		motor-driven cycle or motorized bicycle, there
6		shall be assessed a <del>waste</del> <u>used</u> tire recycling fee
7		of One Dollar (\$1.00) per tire,
8	b.	at any time a motor vehicle with a tire rim diameter
9		of <del>seventeen and one-half (17 1/2) inches or</del> less <u>than</u>
10		or equal to nineteen and one-half (19 $1/2$ ) inches is
11		first registered in this state, there shall be
12		assessed a <del>waste</del> <u>used</u> tire recycling fee of <del>One Dollar</del>
13		<del>(\$1.00)</del> <u>Two Dollars and fifty cents (\$2.50)</u> per tire,
14	<del>c.</del>	at any time a motor vehicle with a tire rim diameter
15		of greater than seventeen and one-half (17 1/2) inches
16		but less than or equal to nineteen and one half (19
17		1/2) inches is first registered in this state, there
18		shall be assessed a waste tire recycling fee of Two
19		Dollars and fifty cents (\$2.50) per tire, except as
20		otherwise provided by subparagraph $e d$ of this
21		paragraph,
22	<del>d.</del> <u>c.</u>	at any time a motor vehicle with a tire rim diameter
23		of greater than nineteen and one-half (19 $1/2$ ) inches

is first registered in this state, there shall be

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments)

1assessed a waste used tire recycling fee of Three2Dollars and fifty cents (\$3.50) per tire, except as3otherwise provided by subparagraph e d of this4paragraph, and

5 e. d. at any time a motorcycle, motor-driven cycle or
6 motorized bicycle is first registered in this state,
7 there shall be assessed a waste used tire recycling
8 fee of One Dollar (\$1.00) per tire.

9 2. Motor vehicles registered pursuant to Section 1120 of Title
10 47 of the Oklahoma Statutes shall be exempt from the provisions of
11 this subsection.

3. No fee shall be assessed by a tire dealer for used tires or
retreaded tires for which the tire dealer can document that the
recycling fee has been previously paid.

All-terrain vehicles and off-road motorcycles registered
 pursuant to the provisions of Section 1132 of Title 47 of the
 Oklahoma Statutes shall be exempt from the provisions of this
 section.

B. 1. Except as otherwise provided by this section, beginning
July 1, 2010, tires used on implements of husbandry and agricultural
equipment that are not more than fourteen (14) inches wide and
forty-four (44) inches in diameter shall be assessed a waste used
tire recycling fee of five cents (\$0.05) per pound of the weight of
the tire, with a minimum fee of Two Dollars and fifty cents (\$2.50)

per tire. Beginning July 1, 2013, tires used on implements of husbandry and agricultural equipment that are any size shall be assessed a waste used tire recycling fee of five cents (\$0.05) per pound of the weight of the tire, with a minimum fee of Two Dollars and fifty cents (\$2.50) per tire.

2. The Department shall maintain a list of agricultural tire
weights for tires subject to the assessment and make that list
available to tire dealers upon request.

9 3. No fee shall be assessed by a tire dealer if the customer10 retains the used agricultural tire for use on a farm or ranch.

A tire dealer may pay the assessed fee for any waste used
 agricultural tire in current inventory and include that tire in the
 waste used tire recycling program.

14 C. 1. The tire dealer and motor license agent shall remit such 15 fee to the Oklahoma Tax Commission in the same manner as provided by 16 Section 1365 of Title 68 of the Oklahoma Statutes.

Except as otherwise provided by this section, the tire
 dealer shall remit to the Tax Commission ninety-seven and three quarters percent (97.75%) of the fee due pursuant to this section at
 the time of filing any report as required by the Tax Commission.

3. Motor license agents shall remit all but One Dollar (\$1.00)
of the fee assessed on each vehicle registered.

4. Failure to remit the fee at the time of filing the returnsshall cause the fee to become delinquent. If the fee becomes

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments) Page 8

1 delinquent the tire dealer or motor license agent forfeits any claim 2 to the discount authorized by this section and shall remit to the 3 Tax Commission one hundred percent (100%) of the amount of the fee 4 due plus any penalty due.

D. If the fee imposed or levied by subsection A of this
section, or any part of such amount, is not paid before the fee
becomes delinquent, there shall be collected on the total delinquent
fee interest at the rate of one and one-quarter percent (1 1/4%) per
month from the date of the delinquency until paid.

E. If any fee due under subsection A of this section, or any part thereof, is not paid within fifteen (15) days after the fee becomes delinquent, a penalty of ten percent (10%) on the total amount of fee due and delinquent shall be added and paid.

F. All penalties or interest imposed by this section shall be recoverable by the Tax Commission as a part of the fee imposed and all penalties and interest shall be apportioned the same as the fee on which the penalties or interest are collected.

SECTION 4. AMENDATORY 27A O.S. 2001, Section 2-11-404,
as renumbered by Section 10, Chapter 230, O.S.L. 2005 (27A O.S.
Supp. 2010, Section 2-11-401.3), is amended to read as follows:
Section 2-11-401.3 A. There is hereby created within the
Oklahoma Tax Commission the "Waste Used Tire Recycling Indemnity
Fund". The Indemnity Fund shall be administered by the Oklahoma Tax

Commission pursuant to the provisions of Section 195 2-11-401.4 of
 this act title.

B. The Indemnity Fund shall consist of:

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All monies received by the Commission as proceeds from the
 assessment imposed pursuant to Section 193 2-11-401.2 of this act
 title;

7 2. Interest attributable to investment of money in the8 Indemnity Fund; and

9 3. Money received by the Commission in the form of gifts,
10 grants, reimbursements, or from any other source intended to be used
11 for the purposes specified by or collected pursuant to the
12 provisions of the Oklahoma Waste Used Tire Recycling Act.

SECTION 5. AMENDATORY 27A O.S. 2001, Section 2-11-405, as renumbered by Section 11, Chapter 230, O.S.L. 2005, and as last amended by Section 2, Chapter 194, O.S.L. 2010 (27A O.S. Supp. 2010, Section 2-11-401.4), is amended to read as follows:

Section 2-11-401.4 A. Compensation to waste used tire 17 facilities and tire-derived fuel or TDF facilities pursuant to this 18 section shall be limited to facilities located in Oklahoma. 19 Compensation for waste used tire activities pursuant to this section 20 shall be limited to <del>waste</del> used tires from Oklahoma. A <del>waste</del> used 21 tire recycling facility or tire-derived fuel or TDF facility may 22 transport and deliver waste used tires collected from Oklahoma to an 23 out-of-state waste used tire recycling facility or TDF facility but 24

shall not be eligible for compensation from the Waste Used Tire
 Recycling Indemnity Fund for those waste used tires. To be
 eligible, applicants for compensation shall be in compliance with
 the Oklahoma Waste Used Tire Recycling Act.

5 Β. The monies accruing annually to the Waste Used Tire Recycling Indemnity Fund shall be allocated first to the following 6 Department of Environmental Quality Revolving Fund, to be used for 7 implementing applicable requirements related to the control of 8 9 mobile and area sources of air emissions, for monitoring and 10 modeling the impacts on Oklahoma of air pollution from other states, and for implementing and enforcing other applicable air pollution 11 12 control requirements. The amount of money allocated for this 13 purpose shall be twenty-eight percent (28%) of the funds produced by the two-dollar-and-fifty-cent per tire fee assessed pursuant to 14 division (1) of subparagraph a of paragraph 1 of subsection A of 15 Section 2-11-401.2 of this title and subparagraph b of paragraph 1 16 17 of subsection A of Section 2-11-401.2 of this title. After this allocation is deducted, the balance of the monies shall be allocated 18 as follows: 19

Two and one-fourth percent (2.25%) to the Oklahoma Tax
 Commission and five and three-fourths percent (5.75%) to the
 Department of Environmental Quality for the purpose of administering
 the requirements of the Oklahoma Waste Used Tire Recycling Act;

2. An amount not to exceed Fifty Thousand Dollars (\$50,000.00)
 2 per audit to the State Auditor and Inspector for the purpose of
 3 conducting audits of the Oklahoma Waste Used Tire Recycling Program
 4 pursuant to Section 2-11-401.6 of this title; and

5 3. Up to ten percent (10%) for capital investment reimbursement to waste used tire facilities and TDF facilities for the purchase of 6 equipment necessary to utilize waste used tires. Only equipment 7 purchased on or after January 1, 1995, shall be eligible. 8 The 9 facilities are eligible for compensation at a rate of Twenty Dollars 10 (\$20.00) per ton of waste used tires used. Total reimbursement shall not exceed one hundred percent (100%) of the capital 11 12 investment in eligible equipment. The facilities may apply for 13 compensation monthly to the Department of Environmental Quality, and shall supply any information required by the Department. 14

15 C. After the allocations under subsection B of this section are 16 made, the balance of monies in the Fund shall be available for 17 compensation pursuant to the provisions of the Oklahoma Waste Used 18 Tire Recycling Act as follows:

Compensation to waste used tire facilities for waste used
 tire processing, at the rate of Fifty-four Dollars (\$54.00) per ton
 of processed tire material. For compensation the following
 conditions shall apply:

a. facilities that process waste <u>used</u> tires by altering
the form of the waste <u>used</u> tires but do not produce

crumb rubber shall not receive compensation until the facility documents the sale and movement of the processed <u>used</u> tire material off-site to a third party,

- 5 b. facilities shall report and certify used tire processing activity in terms of weight. The facility 6 shall by sworn affidavit provide to the Department 7 sufficient information to verify that the facility has 8 9 processed used tires and sold processed used tires for 10 actual recycling or reuse in accordance with the purposes of the Oklahoma Waste Used Tire Recycling 11 12 Act, and
- c. to be eligible for compensation, a facility shall not
  have accumulated more processed material than the
  amount for which the facility has provided financial
  assurance under its solid waste permit or the amount
  accumulated from three (3) years of operation,
  whichever is less:
- 192. a.Compensation to waste used tire recycling facilities20or TDF facilities at the rate of Fifty-three Dollars21(\$53.00) per ton of whole waste used tires for the22collection and transportation of waste used tires from23Oklahoma tire dealers, automotive dismantlers and24parts recyclers, solid waste landfill sites, and dumps

certified by the Department priority cleanup list, and delivering the tires to a waste used tire recycling facility or TDF facility. The collection and transportation of waste used tires shall be provided by the waste used tire recycling facility or TDF facility at no additional cost to the tire dealer or automotive dismantler and parts recycler or to the The waste used tire recycling facility or TDF Fund. facility shall collect from any location at which there are at least three hundred waste used tires. Compensation under this paragraph shall not be payable b. until the waste used tires have been actually processed according to the solid waste permit for the facility or actually used for energy or fuel recovery. A TDF facility that collects and transports whole waste used tires shall be eligible for compensation under this paragraph only for those whole waste used tires consumed by that facility.

19c.No tire dealer shall charge any customer any20additional fee for the management, recycling, or21disposal of any waste used tire upon which the waste22used tire recycling fee has been remitted to the Tax23Commission. For customers who choose not to leave a24waste used tire upon which the waste used tire

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recycling fee has been remitted to the Tax Commission, the tire dealer shall issue a receipt which entitles the customer to deliver the waste used tire to the dealer at a later date.

- d. To be eligible for compensation pursuant to this
  paragraph, the waste used tire recycling facility or
  TDF facility shall:
  - (1) demonstrate to the satisfaction of the Department that the facility is regularly engaged in the collection, transportation and delivery of <del>waste</del> <u>used</u> tires to a <del>waste</del> <u>used</u> tire <u>recycling</u> facility or to a TDF facility, on a statewide basis, and from each county of the state,
- (2)provide documentation to the Department, signed 14 by a dealer at the time of collection, which 15 certifies by sworn affidavit the total amount of 16 waste tire recycling fees, itemized by month, 17 remitted by the dealer since the date the waste 18 tires of the dealer were last collected 19 remittance of appropriate fees to the Oklahoma 20 Tax Commission as a participating tire dealer 21 pursuant to the provisions of the Oklahoma Used 2.2 Tire Recycling Act, and 23
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1 (3) annually demonstrate that at least two three to six percent (2%) (3-6%) of the tires were 2 collected from tire dumps or landfills on the 3 Department priority cleanup list or community-4 5 wide cleanup events approved by the Department. The Department is authorized to determine 6 periodically the applicable percentage within the 7 specified range set forth in this division based 8 9 on the number of tires remaining in illegal dumps 10 and available funding.

In lieu of proof of remitted tire recycling fees, the 11 e. waste used tire recycling facility or TDF facility 12 shall accept proof of purchase of a salvage vehicle 13 registered in Oklahoma by an automotive dismantler and 14 parts recycler, licensed pursuant to the Automotive 15 Dismantlers and Parts Recycler Act, for the collection 16 and transportation of up to five waste used tires per 17 salvage vehicle purchased on or after January 1, 1996. 18 f. Beginning July 1, 2010, a waste used tire recycling 19 facility or TDF facility shall be required to collect 20 and transport tires used on implements of husbandry 21 and agricultural equipment that are not more than 2.2 fourteen (14) inches wide and forty-four (44) inches 23 in diameter. Beginning July 1, 2013, a waste used 24

tire <u>recycling</u> facility or TDF facility shall be required to collect and transport tires used on implements of husbandry and agricultural equipment that are any size;

- 5 3. a. Compensation to a person, corporation or other legal entity who has obtained a permit or other 6 authorization from the United States Army Corps of 7 Engineers or a local Conservation District to provide 8 9 services for erosion control projects. Compensation 10 shall be at the rate of Two Dollars and eighty cents (\$2.80) per tire for waste used tires having a tire 11 rim diameter of greater than seventeen and one-half 12 13  $(17 \ 1/2)$  inches, and eighty cents (\$0.80) per tire for tires having a rim diameter less than or equal to 14 seventeen and one-half  $(17 \ 1/2)$  inches. 15
- b. Reimbursement under this paragraph shall be subject tothe following:
  - (1) the applicant for reimbursement collects or provides for the collection and utilization of waste used tires in an erosion control project in Oklahoma in accordance with a written plan approved by the United States Army Corps of Engineers or by a local Conservation District,
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- (2) the <u>used</u> tires are collected and transported to the site of the erosion control project,
  - (3) the site landowner agrees to plant trees or other suitable vegetation in accordance with a planting plan developed in conjunction with the Division of Forestry of the Oklahoma Department of Agriculture, Food, and Forestry,
- (4) the applicant reports and certifies the number of <u>used</u> tires utilized. The applicant shall by sworn affidavit provide to the Department sufficient information to verify that the applicant has utilized the tires in accordance with the purposes of the Oklahoma Waste <u>Used</u> Tire Recycling Act,
- (5) the applicant annually demonstrates that at least 15 two three to six percent (2%) (3-6%) of the tires 16 utilized by the applicant for which compensation 17 is requested were collected from tire dumps or 18 landfills on the Department priority cleanup list 19 or community-wide cleanup events approved by the 20 Department. The Department is authorized to 21 determine periodically the applicable percentage 2.2 within the specified range as set forth in this 23
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1			division based on the number of tires remaining
2			in illegal dumps and available funding,
3		(6)	the applicant demonstrates to the satisfaction of
4			the Department that the applicant is regularly
5			engaged in the collection, transportation and
6			delivery to erosion control projects of <del>waste</del>
7			used tires, on a statewide basis, and from each
8			county of the state, at no additional cost to the
9			tire dealer or automotive dismantler and parts
10			recycler or to the Fund, and
11		(7)	the applicant provides documentation to the
12			Department, signed by a dealer at the time of
13			collection, which certifies by sworn affidavit
14			the total amount of waste tire recycling fees,
15			itemized by month, remitted by the dealer since
16			the date the waste tires of the dealer were last
17			<del>collected</del> remittance of appropriate fees to the
18			Oklahoma Tax Commission as a participating tire
19			dealer pursuant to the provisions of the Oklahoma
20			Used Tire Recycling Act.
21	c.	In l	ieu of proof of remitted tire recycling fees, the
22		appl	icant shall accept proof of purchase of a salvage
23		vehi	cle registered in Oklahoma by an automotive
24		dism	antler and parts recycler, licensed pursuant to

the Automotive Dismantlers and Parts Recycler Act, for the collection and transportation of up to five <del>waste</del> <u>used</u> tires per salvage vehicle purchased on or after January 1, 1996.

- d. Compensation pursuant to this paragraph shall be payable only for the tires collected and utilized in accordance with the purposes of the Oklahoma Waste <u>Used</u> Tire Recycling Act and as authorized by the Department. During the course of the erosion control project, the Department may determine the amount of and authorize partial compensation, as tires are utilized in accordance with the written plan.
- Any entity deemed eligible for reimbursement under the 13 e. provisions of this paragraph shall be liable for the 14 erosion control project for a period of five (5) 15 years. During the five-year period, if additional 16 cleanup or remediation of an erosion control project 17 is required due to failure or negligence on the part 18 of the original contractor, the original contractor 19 shall be responsible for cleanup costs and shall not 20 be eligible for any additional compensation from the 21 Fund for costs related to that erosion control 2.2 project; 23
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- 4. a. Compensation to a unit of local or county government
   that submits to the Department for approval a plan for
   the use of baled waste used tires in an engineering
   project. Compensation shall be at the rate of fifty
   cents (\$0.50) per tire.
  - b. The plan shall be approved by the Department before construction of the project begins.
- 8 c. Any unit of local or county government baling waste 9 <u>used</u> tires shall not accumulate more than fifty waste 10 <u>used</u> tire bales prior to beginning construction of an 11 approved project.
- d. Waste <u>Used</u> tires baled pursuant to this paragraph
  cannot be obtained from tire manufacturers, retailers,
  wholesalers, retreaders, or automotive dismantlers and
  parts recyclers.
- Any unit of local or county government authorized to 16 e. receive reimbursement for the use of baled waste used 17 tires in an engineering project shall report and 18 certify whole waste used tires by number. The 19 governmental unit shall by sworn affidavit provide 20 sufficient information to the Department to verify 21 that the unit has utilized the tires in accordance 2.2 with the purposes of the Oklahoma Waste Used Tire 23 Recycling Act; and 24

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5. If the Fund contains insufficient funds in any month to satisfy the eligible reimbursements under this subsection, the Department shall determine the apportionment of payments to be made among the qualified applicants under this subsection according to the percentage of <u>waste used</u> tires processed, collected and transported, or utilized.

D. 1. After the allocations under subsections B and C of this
section are made, any remaining monies in the Fund shall be
available for TDF facilities and waste used tire recycling
facilities that produce crumb rubber for compensation at the rate of
Twenty-nine Dollars (\$29.00) per ton of processed or whole waste
used tires used utilized for energy or fuel recovery or the
production of crumb rubber.

The production of crumb rubber shall be considered a
 compensable event separate from and in addition to any compensation
 for waste used tire processing under subsection C of this section.

3. TDF facilities and waste used tire recycling facilities
authorized to receive reimbursement under this subsection shall
report and certify tire material used by weight.

4. The facilities shall by sworn affidavit provide to the
 Department sufficient information to verify that the facility has
 used the tires in accordance with the purposes of the Oklahoma Waste
 Used Tire Recycling Act.

5. If the Fund contains insufficient funds in any month to
 satisfy the eligible reimbursements under this subsection, the
 Department shall determine the apportionment of payments to be made
 among the qualified applicants according to the percentage of waste
 <u>used</u> tires <u>used</u> <u>intended</u> for energy or fuel recovery or the
 production of crumb rubber.

After the allocations under subsections B, C and D of this 7 Ε. section are made, any remaining monies in the Fund shall be 8 9 disbursed as additional compensation to waste used tire recycling facilities or TDF facilities for the collection and transportation 10 of waste tires from Oklahoma tire dealers, automotive dismantlers 11 12 and parts recyclers, solid waste landfill sites, and remediation of 13 dumps certified by the Department priority cleanup list, and delivering the tires to a waste used tire recycling facility or a 14 TDF facility. The Department shall determine the apportionment of 15 payments to be additional compensation made to qualified applicants 16 under this subsection among the qualified applicants according to 17 the percentage of waste tires collected and transported based on 18 cleanup feasibility of the dump. By July 1, 2012, the Board shall 19 promulgate rules establishing unit costs for compensation based on 20 the remediation feasibility of the tire dumps. The Department may 21 solicit bids for the remediation of tire dumps if no used tire 22 recycling facilities or TDF facilities agree to remediate a priority 23 tire dump authorized by the Department or if the Department 24

1 determines the qualified applicant has not remediated the tires in 2 the tire dump to meet reference conditions of comparable property in 3 the immediate area.

Waste Used tire recycling facilities, TDF facilities, or 4 F. 5 persons, corporations or other legal entities authorized by the provisions of the Oklahoma Waste Used Tire Recycling Act to receive 6 reimbursement shall demonstrate that the facilities or legal 7 entities have successfully complied with the requirements of the 8 9 Oklahoma Waste Used Tire Recycling Act through the filing of 10 appropriate applications, reports, and other documentation that may be required by the Tax Commission and the Department. 11

SECTION 6. AMENDATORY 27A O.S. 2001, Section 2-11-405.1,
as renumbered by Section 12, Chapter 230, O.S.L. 2005 (27A O.S.
Supp. 2010, Section 2-11-401.5), is amended to read as follows:

Section 2-11-401.5 To the extent that monies accruing to the 15 Waste Used Tire Recycling Indemnity Fund exceed the monies needed 16 for the purposes previously specified in the Oklahoma Waste Used 17 Tire Recycling Act, the Department of Environmental Quality may be 18 reimbursed from the remaining funds for necessary costs associated 19 with remediation of sites at which waste used tires or other wastes 20 incidental to the waste used tires present a threat to human health 21 or the environment. Upon its receipt of documentation from the 22 Department showing expenditures relating to the remediation of such 23

sites, the Tax Commission shall reimburse the Department for its
 documented expenditures.

3 SECTION 7. AMENDATORY 27A O.S. 2001, Section 2-11-409, 4 as renumbered by Section 13, Chapter 230, O.S.L. 2005, and as last 5 amended by Section 10, Chapter 413, O.S.L. 2010 (27A O.S. Supp. 6 2010, Section 2-11-401.6), is amended to read as follows:

Section 2-11-401.6 A. 1. The Oklahoma Tax Commission shall
promulgate rules to carry out the provisions of the Oklahoma Waste
<u>Used</u> Tire Recycling Act which pertain to the remittance of fees and
to the payment of monies accruing to the Waste <u>Used</u> Tire Recycling
Indemnity Fund.

12 2. Upon receipt of any referral from the Department of
13 Environmental Quality, as set out in paragraph 7 of subsection B of
14 this section, it shall be the duty of the Tax Commission to promptly
15 undertake proceedings in accordance with the recommendations of the
16 Department. The Tax Commission shall timely report the results of
17 the proceedings to the Department.

3. On a monthly basis, the Tax Commission shall provide to the
Department a report of the fees remitted by each tire dealer and
motor license agent pursuant to Section 2-11-401.2 of this title.

B. 1. The Department of Environmental Quality shall prescribe
forms, containing documentation as required by the Oklahoma Waste
Used Tire Recycling Act, to be used by a waste used tire recycling

1 facility, TDF facility, or person, corporation or other legal entity 2 authorized to receive reimbursement.

2. On at least a monthly basis, the Department shall evaluate
and process applications and shall report to the Tax Commission
compliance and allocation information necessary for the Tax
Commission to issue payment of monies from the fund.

3. The Department shall make periodic inspections of applicants
for compensation to ensure compliance with the provisions of Section
2-11-401.4 of this title. The Department shall submit a summary of
the results of those inspections in an annual report to the office
of the State Auditor and Inspector.

The Environmental Quality Board shall promulgate rules for
 the permitting of waste used tire recycling facilities under the
 Oklahoma Solid Waste Management Act and for the certification of any
 entity to receive compensation under the provisions of the Oklahoma
 Waste Used Tire Recycling Act.

5. The Department shall file a report with the Legislature and the Governor detailing the administration of the Oklahoma Waste Used Tire Recycling Act and its effectiveness in bringing about the cleanup of existing waste used tire dumps and in preventing the development of new dumps. The first report shall be filed by no later than December 31, 1992. Subsequent reports shall be filed every three (3) years thereafter.

In developing the priority cleanup list, the Department
 shall prioritize those dumps where the landowner was a victim of
 illegal dumping. Any other tire dump may be placed on the priority
 cleanup list in cases where the administrative enforcement process
 has been exhausted, and in such case, the Department may provide for
 the cleanup of the dump pursuant to Section 2-11-401.7 of this
 title.

7. The Department shall make periodic inspections of tire 8 9 dealers and motor license agents throughout this state to ensure compliance with the provisions of Section 2-11-401.2 of this title. 10 Upon a finding of any failure to properly remit the appropriate fee 11 12 to the Tax Commission, the Department shall give written notice to the alleged violator and may commence administrative enforcement 13 proceedings or civil proceedings in conformance with the provisions 14 of Sections 2-3-502 and 2-3-504 of this title. If the Department 15 determines that the fee has not been paid and there is no reasonable 16 cause for the nonpayment, the Department may assess a penalty of 17 double the amount that should have been remitted, to be added to the 18 delinquent fee. If the Department determines any tire dealer or 19 motor license agent has demonstrated a flagrant or repeated 20 disregard of the provisions of Section 2-11-401.2 of this title, it 21 shall refer such determination to the Tax Commission. 2.2

C. 1. By August 1, 1994, and every even year thereafter, theState Auditor and Inspector shall perform or shall contract with an

1 auditor or auditing company to perform an independent audit, as defined in paragraph 4 of subsection B of Section 212 of Title 74 of 2 the Oklahoma Statutes, of the books, records, files and other such 3 documents of the Tax Commission and the Department pertaining to the 4 5 administration of the Fund. The audit shall include, but shall not be limited to, a review of agency and claimant compliance with state 6 statutes regarding the Fund, internal control procedures, adequacy 7 of claim process expenditures from and debits of the Fund regarding 8 9 reimbursements, administration, personnel, operating and other 10 expenses charged by the Tax Commission and Department, and the duties performed in detail by agency personnel and Fund personnel 11 12 for which payment is made from the Fund. In addition the audit shall include recommendations for improving claim processing, 13 equipment needed for claim processing, internal control or structure 14 for administering the Fund, and such other areas deemed necessary by 15 the State Auditor and Inspector. 16

17 2. The cost of the audit shall be borne by the Fund, pursuant18 to the limits and provisions of Section 2-11-401.4 of this title.

Copies of the audit shall be submitted to the Governor, the
 Speaker of the House of Representatives, the President Pro Tempore
 of the Senate and the Chairs of the Appropriations Committee of both
 the Oklahoma House of Representatives and the Oklahoma State Senate.
 SECTION 8. AMENDATORY 27A O.S. 2001, Section 2-11-413,
 as renumbered by Section 14, Chapter 230, O.S.L. 2005, and as last

amended by Section 4, Chapter 146, O.S.L. 2007 (27A O.S. Supp. 2010,
 Section 2-11-401.7), is amended to read as follows:

3 Section 2-11-401.7 A. Except as otherwise provided by this4 section, it shall be unlawful for any person to:

5 1. Own or operate a site used for the storage, collection or disposal of more than fifty waste used tires except at a site or 6 facility permitted or approved by the Department of Environmental 7 Quality to accept waste used tires. The provisions of this 8 9 paragraph shall not apply to tire manufacturers, retailers, 10 wholesalers and retreaders who store two thousand five hundred or 11 fewer waste used tires at their place of business or designated off-12 premises storage site;

13 2. Dispose of waste <u>used</u> tires at any site or facility other
14 than a site or facility for which a permit has been issued, or which
15 has been otherwise authorized by the Department;

16 3. Knowingly transport or knowingly allow waste used tires
17 under the control or in the possession of the person to be
18 transported to an unpermitted or unapproved site or facility; or

4. Remove more than ten used tires from the possession of the dealer unless the dealer provides a manifest form, approved by the Department, which documents the removal and approved disposition or sale of the tires. Dealers, haulers, and waste used tire recycling facilities shall keep copies of manifests available for inspection for five (5) years.

B. The provisions of subsection A of this section shall not
 apply to the use of waste used tires for agricultural purposes as
 recognized by the Oklahoma Department of Agriculture, Food, and
 Forestry.

5 C. The provisions of paragraphs 2 and 3 of subsection A of this 6 section shall not be construed to prevent an individual from 7 disposing of waste used tires previously used by the individual as 8 vehicle or equipment tires if the disposal is upon property owned by 9 the individual and the disposal does not create a nuisance or pose a 10 hazard to the public health or environment.

D. The provisions of paragraphs 2 and 3 of subsection A of this section shall not be construed to prevent a waste <u>used</u> tire <u>recycling</u> facility or tire-derived fuel or TDF facility from transporting and delivering waste <u>used</u> tires to an out-of-state <del>waste</del> used tire recycling facility or TDF facility.

Except as otherwise ordered by the court, if the 16 Ε. 1. administrative enforcement process for a violation of an order 17 issued by the Department for remediation, corrective action or 18 cleanup of an illegal tire dump has been exhausted, the Department 19 or a representative of the Department, upon notice to the landowner 20 and an opportunity for the landowner to be heard on the issue, may 21 enter the property to clean up the tire dump. 22

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2. The Department may initiate a court action to recover the
 actual cost of cleanup, attorney fees, court costs, and all other
 monies expended in connection with the cleanup.

3. The Department shall deposit any <u>excess</u> funds recovered
through such action into the <u>Waste</u> <u>Used</u> Tire Recycling Indemnity
Fund.

SECTION 9. AMENDATORY 27A O.S. 2001, Section 2-2-201, as
amended by Section 1, Chapter 301, O.S.L. 2010 (27A O.S. Supp. 2010,
Section 2-2-201), is amended to read as follows:

10 Section 2-2-201. A. There are hereby created:

11 1. The Water Quality Management Advisory Council;

12 2. The Hazardous Waste Management Advisory Council;

13 3. The Solid Waste Management Advisory Council;

14 4.. The Radiation Management Advisory Council; and

15 5. The Laboratory Services Advisory Council.

Except as provided for in paragraph 2 of this 16 Β. 1. subsection, each Council created pursuant to subsection A of this 17 section shall consist of nine (9) members. Three members shall be 18 appointed by the Governor, three members shall be appointed by the 19 Speaker of the House of Representatives and three members shall be 20 appointed by the President Pro Tempore of the Senate. Appointments 21 shall be for three-year terms. Members of the Advisory Councils 2.2 shall serve at the pleasure of and may be removed from office by the 23 appointing authority. Members shall continue to serve until their 24

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments) Page 31

successors are appointed. Any vacancy shall be filled in the same
 manner as the original appointments. Five members shall constitute
 a quorum.

The Solid Waste Management Advisory Council shall consist of 4 2. 5 ten (10) members. Four members shall be appointed by the Governor, three members shall be appointed by the Speaker of the House of 6 Representatives and three members shall be appointed by the 7 President Pro Tempore of the Senate. Appointments shall be for 8 9 three-year terms. Members of the Solid Waste Management Advisory 10 Council shall serve at the pleasure of and may be removed from office by the appointing authority. Members shall continue to serve 11 12 until their successors are appointed. Any vacancy shall be filled in the same manner as the original appointments. Six members shall 13 constitute a quorum. 14

3. Each Council shall elect a chair and a vice-chair from among
 its members. Each Council shall meet as required for rule
 development, review and recommendation and for such other purposes
 specified by law. Special meetings may be called by the chair or by
 the concurrence of any three (3) members.

C. 1. All members of the Water Quality Management Advisory
Council shall be knowledgeable of water quality and of the
environment. The Council shall be composed as follows:

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(1) one member representing the field of engineering,

the Governor shall appoint three members as follows:

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments)

a.

1	(2) one member representing a statewide nonprofit
2	environmental organization, and
3	(3) one member representing the general public,
4	b. the President Pro Tempore of the Senate shall appoint
5	three members as follows:
6	(1) one member representing an industry located in
7	this state,
8	(2) one member representing an oil field-related
9	industry, and
10	(3) one member representing the field of geology, and
11	c. the Speaker of the House of Representatives shall
12	appoint three members as follows:
13	(1) one member representing a political subdivision
14	of the state who shall be a member of the local
15	governmental body of a city or town,
16	(2) one member representing a rural water district
17	organized pursuant to the laws of this state, and
18	(3) one member representing the field of agriculture.
19	2. The jurisdictional areas of the Water Quality Management
20	Advisory Council shall include Article VI of this chapter, water
21	quality and protection and related activities and such other areas
22	as designated by the Board.
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1	D. 1. All members of the Hazardous Waste Management Advisory
2	Council shall be knowledgeable of hazardous waste and of the
3	environment. The Council shall be composed as follows:
4	a. the Governor shall appoint three members as follows:
5	(1) one member representing an industry located in
6	this state,
7	(2) one member representing a statewide nonprofit
8	environmental organization, and
9	(3) one member representing a political subdivision
10	of the state who shall be a member of the local
11	governing body of a city or town,
12	b. the President Pro Tempore of the Senate shall appoint
13	three members as follows:
14	(1) one member representing a political subdivision
15	of the state who shall be a member of the local
16	governmental body of a city or town,
17	(2) one member representing the general public, and
18	(3) one member representing industry generating
19	hazardous waste, and
20	c. the Speaker of the House of Representatives shall
21	appoint three members as follows:
22	(1) one member representing the field of engineering,
23	(2) one member representing the hazardous waste
24	industry, and

1	(3) one member representing the field of geology.
2	2. The jurisdictional areas of the Hazardous Waste Management
3	Advisory Council shall include Article VII of this chapter, the
4	Oklahoma Hazardous Waste Reduction Program, and such other areas as
5	designated by the Board.
6	E. 1. All members of the Solid Waste Management Advisory
7	Council shall be knowledgeable of solid waste and of the
8	environment. The Council shall be composed as follows:
9	a. the Governor shall appoint four members as follows:
10	(1) one member representing a statewide nonprofit
11	environmental organization,
12	(2) one member shall be a county commissioner,
13	(3) one member representing the general public, and
14	(4) one member representing the solid waste
15	incineration, waste-to-energy industry in this
16	state,
17	b. the President Pro Tempore of the Senate shall appoint
18	three members as follows:
19	(1) one member representing an industry located in
20	this state generating solid waste,
21	(2) one member representing a political subdivision
22	of this state who shall be a member of the local
23	governmental body of a city or town, and
24	(3) one member representing the field of geology, and

1	c. the Speaker of the House of Representatives shall
2	appoint three members as follows:
3	(1) one member representing the solid waste disposal
4	industry in this state,
5	(2) one member representing the field of engineering,
6	and
7	(3) one member representing the transportation
8	industry.
9	2. The jurisdictional areas of the Solid Waste Management
10	Advisory Council shall include Article X of this chapter, the
11	Oklahoma Waste Used Tire Recycling Act and such other areas as
12	designated by the Board.
13	F. 1. All members of the Radiation Management Advisory Council
14	shall be knowledgeable of radiation hazards and radiation
15	protection. The Council shall be composed as follows:
16	a. the Governor shall appoint three members as follows:
17	(1) one member representing an industry located in
18	this state which uses sources of radiation in its
19	manufacturing or processing business,
20	(2) one member representing a statewide nonprofit
21	environmental organization, and
22	(3) one member representing the engineering
23	profession who shall be a professional engineer
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1			employed and experienced in matters of radiation
2			management and protection,
3	b.	the	President Pro Tempore of the Senate shall appoint
4		thre	e members as follows:
5		(1)	one member representing the faculty of an
6			institution of higher learning of university
7			status and shall be experienced in matters of
8			scientific knowledge and competent in matters of
9			radiation management and protection,
10		(2)	one member representing the general public, and
11		(3)	one member representing the field of industrial
12			radiography, and
13	с.	the	Speaker of the House of Representatives shall
14		appo	int three members as follows:
14 15		appo (1)	int three members as follows: one member representing the transportation
15			one member representing the transportation
15 16		(1)	one member representing the transportation industry,
15 16 17		(1)	one member representing the transportation industry, one member representing the petroleum industry
15 16 17 18		(1)	one member representing the transportation industry, one member representing the petroleum industry who is trained and experienced in radiation
15 16 17 18 19		(1)	one member representing the transportation industry, one member representing the petroleum industry who is trained and experienced in radiation management and protection, and
15 16 17 18 19 20		(1)	one member representing the transportation industry, one member representing the petroleum industry who is trained and experienced in radiation management and protection, and one member representing a medical institution
15 16 17 18 19 20 21		(1)	one member representing the transportation industry, one member representing the petroleum industry who is trained and experienced in radiation management and protection, and one member representing a medical institution within this state who shall be experienced in
15 16 17 18 19 20 21 22		(1)	one member representing the transportation industry, one member representing the petroleum industry who is trained and experienced in radiation management and protection, and one member representing a medical institution within this state who shall be experienced in

2. The jurisdictional areas of the Radiation Management
 Advisory Council shall include Article IX of this chapter and such
 other areas as designated by the Board.

G. 1. All members of the Laboratory Services Advisory Council
shall be knowledgeable of laboratory services and certification
standards. The Council shall be composed as follows:

- a. the Governor shall appoint three members as follows:
  (1) one member representing a private laboratory
  within the state certified by the Department,
  - (2) one member representing the field of hydrogeology, and
- 12 (3) one member representing permit holders required
   13 to routinely submit laboratory analyses results
   14 to the Department,
- b. the President Pro Tempore of the Senate shall appoint
  three members as follows:
- 17 (1) one member representing a private laboratory
   18 within the state certified by the Department,
- (2) one member representing a public laboratory
   within the state certified by the Department, and
- (3) one member representing the field of
   microbiology, and
- c. the Speaker of the House of Representatives shall
  appoint three members as follows:

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments)

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(1) one member representing a private laboratory
 within the state certified by the Department,

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- (2) one member representing permit holders required to routinely submit laboratory analyses results to the Department, and
  - (3) one member representing the field of environmental chemistry.

8 2. The jurisdictional areas of the Laboratory Services Advisory
9 Council shall include Article IV of this chapter and such other
10 areas designated by the Board.

H. 1. The Air Quality Council created pursuant to Section 6,
Chapter 215, O.S.L. 1992 (63 O.S. Supp. 1992, Section 1-1807.1)
shall remain in effect as the Air Quality Advisory Council and carry
on the powers and duties assigned to it by law. Future appointments
to the Council shall be made according to the provisions of this
section.

17 2. The Council shall consist of nine (9) members who shall be
18 residents of this state and appointed by the Governor with the
19 advice and consent of the Senate.

20 3. Members of the Council shall have the qualifications as 21 follows:

a. one member shall be selected from the engineering
profession, and, as such, shall be a professional
engineer and experienced in matters of air pollution

equipment and control, who shall not be an employee of any unit of government,

- b. one member shall be selected from industry in general, and, as such, shall be employed as a manufacturing executive carrying on a manufacturing business within this state,
- c. one member shall be selected from a faculty of an
  institution of higher learning of university status
  and shall be experienced in matters of scientific
  knowledge and competent in matters of air pollution
  control and evaluation,
- d. one member shall be selected from the transportationindustry,
- e. one member shall be selected from the petroleum
  industry, and, as such, shall be employed by a
  petroleum company carrying on a petroleum refining
  business within the state, and, as such, shall be
  trained and experienced in matters of scientific
  knowledge of causes as well as effects of air
  pollution,
- f. one member shall be selected from agriculture, and, as
  such, shall be engaged in or employed by a basic
  agricultural business or the processing of
  agricultural products,

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1 one member shall be selected from the political q. 2 subdivisions of the state, and, as such, shall be a member of the local government body of a city or town, 3 h. one member, whose first term shall expire on June 15, 4 5 1998, shall be selected from the general public, and one member, whose first term shall expire on June 15, i. 6 1999, shall be selected from the electric utilities 7 industry, and as such, shall be knowledgeable in 8 9 matters of air pollution and control.

4. Each member shall be appointed to serve a term of office of
 seven (7) years.

The terms of all members shall be deemed to have expired on June 13 15th of the year of expiration, and shall continue until successors 14 have been duly appointed and qualified. If a vacancy occurs, the 15 Governor shall appoint a person for the remaining portion of the 16 unexpired term created by the vacancy. Five members of the Council 17 shall constitute a quorum.

5. The Council shall hold at least two regular meetings each calendar year at a place and time to be fixed by the Council. The Council shall select one of its members to serve as chair and another of its members to serve as vice-chair at the first regular meeting in each calendar year to serve as the chair and vice-chair for the ensuing year. Special meetings may be called, and any

meeting may be canceled, by the chair, or by three members of the
 Council by delivery of written notice to each member of the Council.

6. The jurisdictional areas of the Air Quality Council shall
include Article V of this chapter and such other areas as designated
by the Board.

I. In addition to other powers and duties assigned to each
Council pursuant to this Code, each Council shall, within its
jurisdictional area:

9 1. Have authority to recommend to the Board rules on behalf of 10 the Department. The Department shall not have standing to recommend 11 to the Board permanent rules or changes to such rules within the 12 jurisdiction of a Council which have not previously been submitted 13 to the appropriate Council for action;

Before recommending any permanent rules to the Board, give
 public notice, offer opportunity for public comment and conduct a
 public rulemaking hearing when required by the Administrative
 Procedures Act;

18 3. Have the authority to make written recommendations to the 19 Board which have been concurred upon by at least a majority of the 20 membership of the Council;

4. Have the authority to provide a public forum for the
discussion of issues it considers relevant to its area of
jurisdiction, and to:

- a. pass nonbinding resolutions expressing the sense of
   the Council, and
- b. make recommendations to the Board or Department
  concerning the need and the desirability of conducting
  meetings, workshops and seminars; and

5. Cooperate with each other Council, the public, the Board and
the Executive Director in order to coordinate the rules within their
respective jurisdictional areas and to achieve maximum efficiency
and effectiveness in furthering the objectives of the Department.

J. The Councils shall not recommend rules for promulgation by the Environmental Quality Board unless all applicable requirements of the Administrative Procedures Act have been followed, including but not limited to notice, rule impact statement and rule-making hearings.

K. Members of the Councils shall serve without compensation but may be reimbursed expenses incurred in the performance of their duties, as provided in the State Travel Reimbursement Act. The Councils are authorized to utilize the conference rooms of the Department of Environmental Quality and obtain administrative assistance from the Department, as required.

21 SECTION 10. AMENDATORY 27A O.S. 2001, Section 2-10-802,
22 as last amended by Section 2, Chapter 301, O.S.L. 2010 (27A O.S.
23 Supp. 2010, Section 2-10-802), is amended to read as follows:

1 Section 2-10-802. A. 1. Owners or operators of landfill 2 disposal sites which are not generator-owned and -operated nonhazardous industrial waste monofills and owners or operators of 3 commercial incinerators shall install scales. Such scales shall be 4 5 installed on or within five (5) miles of the landfill disposal site or incinerator and shall be tested and certified as required by 6 Section 14-35 of Title 2 of the Oklahoma Statutes relating to the 7 authority of the State Board of Agriculture to test the standards of 8 9 weights and measures within the state and to approve if found to be 10 correct. For purposes of this section, any reference to "incinerator" or "incineration" shall encompass waste-to-energy 11 12 facilities that produce recoverable energy by high-temperature 13 combustion.

The owner or operator shall upon receipt weigh all waste 2. 14 received and record the weight in writing. If scales at a disposal 15 site or incinerator are not operative, tonnage shall be estimated on 16 a volume basis whereby the volume reported shall be no less than the 17 volume capacity of the containers or, if none, of the vehicles 18 delivering the waste, and one cubic yard of solid waste shall be 19 calculated to weigh one-third (1/3) ton. The owner or operator 20 shall place notice in the operating record of the disposal site or 21 incinerator of the time and date at which the scales became 2.2 inoperable, describe the steps taken to repair them, and note the 23 date use was resumed. If daily use has not resumed within thirty 24

(30) days after the scales became inoperable, the owner or operator
 shall give written notice to the Department of Environmental
 Quality.

3. The owner or operator shall also maintain a written record
of the weight or volume of any solid waste received which is
productively reused or recovered in materially the same form as when
received and sold in accordance with the permit for the landfill
disposal site or incinerator.

9 4. The scale location restriction of this subsection shall not10 apply to federal or state military installations so long as:

- a. the scales are located within the physical boundary of
  that installation, and
- b. the disposal site or incinerator receives waste onlyfrom that military installation.

B. 1. Except as otherwise provided by this subsection:

owners and operators of landfill disposal sites or 16 a. commercial incinerators which receive an average of 17 less than one hundred (100) tons of solid waste per 18 operating day shall assess a fee of One Dollar and 19 fifty cents (\$1.50) per ton of solid waste received 20 for disposal or incineration. A total of fifty cents 21 (\$.50) per ton of such fee shall be retained by the 2.2 owner or operator and used exclusively for capital 23 improvement to their facilities and for the projects 24

required pursuant to the Oklahoma Solid Waste Management Act or the permit for the disposal site or incinerator for such period of time necessary to recoup a capital investment, plus the interest costs expended in purchasing the scales, of a total of Forty Thousand Dollars (\$40,000.00),

- b. when the owner or operators have recouped a capital 7 investment of the total specified in subparagraph a of 8 9 this paragraph, the fee to be assessed shall be One 10 Dollar and twenty-five cents (\$1.25) per ton of solid waste received for disposal or incineration. 11 At such time, for a return with remittance filed on or before 12 the due date, the owner or operator may deduct and 13 retain ten percent (10%) of the fees collected, and 14 records documenting the projects and use of the funds 15 с. shall be included with each return. 16
- 2. Owners and operators of landfill disposal sites or 17 a. commercial incinerators which receive an average of 18 more than one hundred (100) tons of solid waste per 19 operating day shall assess a fee of One Dollar and 20 fifty cents (\$1.50) per ton of solid waste received 21 for disposal or incineration, retaining twenty-five 2.2 cents (\$0.25) per ton for a period of time necessary 23 to recoup a capital investment, plus the interest 24

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments)

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costs expended in purchasing the scales, of Forty Thousand Dollars (\$40,000.00). At the end of such period the fee shall revert to One Dollar and twentyfive cents (\$1.25) per ton. For a return with remittance filed on or before the due date, the owner or operator may deduct and retain ten percent (10%) of the fees collected.

- Records documenting the capital investment and the use of the funds shall be included with each return.
- 10 3. Owners and operators of landfill disposal sites or a. commercial incinerators may be reimbursed for capital 11 12 investment costs that have been or will be expended for the purchase and installation of a wheel wash 13 system for use at the landfill disposal site or 14 commercial incinerator facility. To be eligible to 15 claim this reimbursement, the owner or operator must 16 notify the Department no later than January 1, 2011, 17 of the intent to claim the reimbursement, and the 18 wheel wash system must be in place and operational no 19 later than January 1, 2012. Reimbursement shall be 20 paid only after the wheel wash system is installed and 21 operational and each landfill disposal site or 2.2 commercial incinerator shall be eligible for 23 reimbursement for only one wheel wash system. 24

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- b. The owner or operator shall provide records
   documenting the capital investment costs of the wheel
   wash system to the Department.
- At such time as the wheel wash system is in place and 4 c. 5 operational and the capital investment costs have been approved by the Department, the Department shall 6 reimburse the owner or operator the approved costs, 7 subject to the limitations in subparagraph d of this 8 9 paragraph. The Department shall reimburse eligible 10 applicants in the order of approval until that limitation has been reached. If there are multiple 11 12 eligible applicants awaiting reimbursement, the Department shall apportion the reimbursement amount 13 among the eligible applicants according to the capital 14 investment costs approved by the Department. 15
- d. If the total amount reimbursed to all eligible owners 16 and operators reaches Fifty Thousand Dollars 17 (\$50,000.00) within any state fiscal year, the 18 Department shall notify the owners and operators, and 19 thereafter the owners and operators shall not receive 20 any reimbursement until the next state fiscal year. 21 The Environmental Quality Board is authorized to 2.2 e. promulgate rules as necessary to implement the 23 provisions of the Solid Waste Management Act, 24

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments)

- including rules specifying minimum standards or other
   criteria for wheel wash systems necessary to qualify
   for the reimbursement.
  - 4. The fee shall not be imposed on:

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- 5 a. the solid waste received which is productively reused 6 or recovered in materially the same form as when 7 received in accordance with the permit for the 8 landfill disposal site or incinerator. The owner or 9 operator shall include records pertaining to this fee 10 exemption in the quarterly return of fees to the 11 Department,
- 12 b. generator-owned and -operated nonhazardous waste land disposal monofills and waste subject to a fee pursuant 13 to Section 2-10-803 of this title. For emergencies 14 and other special events, the Department and the owner 15 or operator of a site subject to this section may 16 enter into a formal agreement to waive the fee, and 17 ash produced as a result of the combustion in a 18 c. commercial incinerator of waste on which the fee 19 imposed by this section has been paid. 20

5. Large industrial waste generators who generate over ten thousand (10,000) tons of nonhazardous industrial solid waste in the state in a calendar year may annually apply to the Department for a certificate exempting the disposal or incineration of such generated

1 waste in excess of ten thousand (10,000) tons from the disposal and 2 incineration fee authorized by this section. An applicant must have implemented a pollution prevention plan for such waste and filed it 3 with the Department, provided operational documentation regarding 4 5 such plan and paid the disposal and incineration fee on ten thousand (10,000) tons of the waste during the calendar year of application. 6 The Department-issued exemption certificates shall be valid for the 7 remainder of the calendar year of application, may contain 8 9 conditions, and, upon presentation by authorized persons, shall be 10 recognized by owners or operators of landfill disposal sites and incinerators subject to this section. If a generator operates a 11 12 landfill or incinerator solely for waste from that generator, and if that generator chooses to seek the exemption authorized by this 13 paragraph, the generator shall not be required to install scales or 14 keep records relative to quantity of waste received for the landfill 15 or incinerator. 16

17 6. The fee assessed by this subsection is to be a charge to
18 waste producers in addition to any charges specified in any contract
19 or elsewhere. The fee shall be imposed upon and passed through to
20 disposers of waste using the facility.

7. The owner or operator of a solid waste disposal site or
incinerator shall collect the fee levied pursuant to this subsection
as trustee for the state and shall prepare and file with the
Department quarterly returns indicating:

1 the total tonnage of solid wastes received for a. 2 disposal or incineration at the gate of the site, and the total amount of the fees collected pursuant to b. 3 this section. 4 5 8. Not later than thirty (30) days after the end of the quarter to which such a return applies, the owner or operator shall mail to 6 the Department the return for that quarter together with the fees 7 collected during that quarter as indicated on the return. 8 9 9. The owner or operator may receive an extension of not more than thirty (30) days for filing the return and remitting the fees, 10 provided that: 11 12 a. the owner or operator has submitted a request for an extension in writing to the Department together with a 13 detailed description of why the extension is 14 15 requested, the Department has received the request not later than 16 b. the day on which the return is required to be filed, 17 and 18

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c. the Department has approved the request.

10. For any quarterly return filed more than thirty (30) days after the last day of the quarter or extension date, the owner or operator shall remit an additional five percent (5%) of the fees collected during the month to which the return applies. If the fees are not remitted within sixty (60) days of the last day of the

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments)

1 quarter during which they were collected, the owner or operator 2 shall pay an additional fifteen percent (15%) of the amount of the 3 fees for each month that they are late.

In the owner or operator misrepresents, or fails to
properly measure or record, the amount of waste received or fails to
remit fees within sixty (60) days after the last day of the quarter
during which they were collected, the permit for the landfill
disposal site or incinerator shall be summarily suspended by order
and the Department shall initiate the process of revoking the permit
and may require closure of the landfill or incinerator.

The Department shall expend funds collected pursuant to 11 С. 1. 12 the provisions of this section solely for the administration and enforcement of the provisions of the Oklahoma Solid Waste Management 13 Act and for the development of solid waste technical assistance 14 programs, solid waste public environmental education programs and 15 educational curricula, solid waste studies, development of a 16 statewide solid waste plan, solid waste recycling and litter 17 prevention programs, and other environmental improvements. 18

In order to assist the Department of Environmental Quality
 regarding its responsibilities relating to the promotion of
 recycling of solid waste, each fiscal year the Department shall
 contract with units of local government, political subdivisions of
 this state, components of The Oklahoma State System of Higher
 Education, local and statewide organizations representing

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments)

1 municipalities or counties, or substate planning districts recognized by the Oklahoma Department of Commerce, for up to a total 2 of One Hundred Thousand Dollars (\$100,000.00) and to the extent such 3 monies are available for projects promoting the recycling of solid 4 5 waste. Local governments, political subdivisions of this state, components of The Oklahoma State System of Higher Education, local 6 and statewide organizations representing municipalities and counties 7 and substate planning districts recognized by the Oklahoma 8 9 Department of Commerce desiring to contract with the Department for 10 such projects shall meet the application requirements of rules promulgated by the Environmental Quality Board and the criteria 11 established by a recycling priorities plan prepared annually by the 12 13 Department after review and comment by the Solid Waste Management Advisory Council. Except as otherwise provided by this section, 14 contracts for such projects shall not be granted to state agencies. 15 Any litter prevention program shall be developed by the 16 3. Department in conjunction with the Department of Transportation. 17 To the extent that funds are available, the Department 18 4. a. may also reimburse any governmental entity for 19 equipment other than motor vehicles or buildings to 20 separate, process, modify, convert or treat solid 21 waste or recovered materials so that the resulting 2.2 product is being used in a productive manner. 23

The reimbursements shall be from solid waste fee funds 1 b. 2 and shall not exceed twenty-five percent (25%) of the person's total project costs. No reimbursement may be 3 larger than Twenty Thousand Dollars (\$20,000.00). 4 5 c. Reimbursements must be expended in accordance with rules promulgated by the Environmental Quality Board 6 and criteria established through the Department's 7 annual recycling priorities plan. The Department 8 9 shall not expend more than Two Hundred Thousand Dollars (\$200,000.00) in each fiscal year for such 10 reimbursements, nor shall the Department reimburse 11 12 waste used tire recycling facilities that may be eligible for compensation from the Waste Used Tire 13 Recycling Indemnity Fund. 14

- The Department, in conjunction with the Corporation 15 5. a. Commission, the Oklahoma Energy Resources Board and 16 the Oklahoma Conservation Commission, may develop a 17 plan to use suitable portions of the solid waste 18 stream to reclaim Oklahoma lands damaged by oil and 19 gas exploration and production or by mining 20 activities. 21
- b. To the extent that funds are available, the Department
  may use up to ten percent (10%) of the annual income
  from the fees received pursuant to the provisions of

SENATE FLOOR VERSION - HB1939 SFLR (Bold face denotes Committee Amendments)

this section to implement the plan. The Department may use its discretion in administering the funds for the purpose of this paragraph, but shall keep records subject to audit by the State Auditor and Inspector for good business practices.

6. To the extent that funds are available, after having 6 a. reasonably met other specified uses of the solid waste 7 fund, the Department is authorized to expend up to 8 9 five percent (5%) of the total annual solid waste fee 10 income for the purpose of making incentive payments to any person, firm or corporation located in this state 11 generating energy by utilizing solid waste landfill 12 methane or steam produced by a commercial incinerator. 13 The Environmental Quality Board shall promulgate rules b. 14 to administer the provisions of this paragraph. 15 No person, firm or corporation shall be eligible to 16 c. receive incentive payments as provided in subparagraph 17 a of this paragraph for more than three (3) years. 18 The amount of such payments shall be determined by the 19 Department based on the amount of energy generated and 20 the cost of production. 21

D. The provisions of this section shall not apply to landfill disposal sites that receive only ash generated by the burning of coal.

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1 Ε. On or before September 1 of each year, the Department of 2 Environmental Quality shall prepare a report of income and expenditures for the period of each fiscal year in which solid waste 3 fee monies authorized by this section were received and such report 4 5 shall be distributed to members of the Solid Waste Management Advisory Council for review. By November 1 of each year, the 6 Council shall submit to the Executive Director, Governor, Speaker of 7 the House of Representatives and President Pro Tempore of the Senate 8 9 its written comments on the comparison of income with program 10 expenditures. This act shall become effective July 1, 2011. 11 SECTION 11. 12 SECTION 12. It being immediately necessary for the preservation 13 of the public peace, health and safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and 14 be in full force from and after its passage and approval. 15 COMMITTEE REPORT BY: COMMITTEE ON ENERGY, dated 4-7-11 - DO PASS. 16 17 18 19 20 21 2.2 23 24