Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1	State of Arkansas	As Engrossed: H3/14/03 H3/19/03 $ m A~Bill$		
2	84th General Assembly Regular Session, 2003		HOUSE BILL	2/27
4	Regular Session, 2003		HOUSE BILL	2721
5	By: Representative Boyd			
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7				
8		For An Act To Be Entitled		
9	AN ACT TO AMEND ARKANSAS CODE §§ 8-9-402 AND 8-9-			
10	404 TO	PROVIDE FOR AN ADEQUATE FEE FOR COLLEC	CTION	
11	AND DI	SPOSAL OF WASTE TIRES IN THE STATE OF		
12	ARKANS.	AS; TO AMEND ARKANSAS CODE § 8-9-405 TO)	
13	PROVID.	E FOR TIMELY UPDATES OF FORMULAS FOR		
14	DISTRI	BUTION OF WASTE TIRE GRANT FUNDS; AND E	?OR	
15	OTHER	PURPOSES.		
16				
17		Subtitle		
18	TO A	AMEND ARKANSAS CODE §§ 8-9-402 AND 8-		
19	9-4	04 TO PROVIDE FOR AN ADEQUATE FEE FOR		
20	COL	LECTION AND DISPOSAL OF WASTE TIRES		
21	IN '	THE STATE OF ARKANSAS; TO AMEND § 8-		
22	9-4	05 FOR TIMELY UPDATES OF FORMULAS FOR		
23	DIS	TRIBUTION OF WASTE TIRE GRANT FUNDS.		
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25				
26	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKAN	SAS:	
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28	SECTION 1. Ark	cansas Code § 8-9-402 is amended to rea	d as follows:	
29	8-9-402. Defini	tions.		
30	As used in this	s subchapter, unless the context otherw	ise requires:	
31	(1) "Aut	comobile tire" means any tire with a ri	m size of less	i
32	than nineteen and one	e-half inches (19.5");		
33	(2) "Con	npacted and baled tires" means tires th	at have been	
34	mechanically compress	sed and tied with interlocking wrapping	s which have b	een
35	approved by the Arkar	nsas Department of Environmental Qualit	у;	
36	(3) "Mot	or vehicle" means an automobile, motor	cycle, truck,	

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- 1 trailer, semitrailer, truck tractor and semitrailer combination, or any other 2 vehicle operated on the roads of this state, used to transport persons or 3 property and propelled by power other than muscular power, but the term does 4 not include traction engines, road rollers, such vehicles as run only upon a 5 track, bicycles, mopeds, or farm tractors and trailers; 6 (4) "Original equipment tire" means any automobile tire included 7 as part of the equipment of a new motor vehicle sold at retail for the first 8 time; 9 (4)(5) "Tire" means a continuous solid or pneumatic rubber 10 covering which is used for encircling the a wheel of a motor vehicle; 11 (5)(6) "Tire manufacturer" means a manufacturing operation 12 engaged in the final assembly of the basic components of a tire; (6)(7) "Truck or specialty tire" means any tire with a rim size 13 14 of between nineteen and one-half inches (19.5") or larger and twenty-five 15 inches (25"); 16 (8) "Specialty tire" means any tire not specifically covered by 17 any other definition herein including, but not limited to, traction engines, road rollers, vehicles which run only upon a track, bicycles, mopeds, and 18 19 farm tractors and trailers; 20
- 20 (7)(9) "Used tire" means a tire that is repairable or
 21 retreadable for its original intended purpose but shall not include a tire
 22 being held for ninety (90) days or less for the purpose of retreading or
 23 repairing the tire;
- 24 (8)(10) "Waste tire" means a tire that is no longer repairable
 25 or retreadable or no longer suitable for its original intended purpose
 26 because of wear, damage, or defect;
 - (9)(11) "Waste tire collection center" means a site where used or waste tires are collected from the public prior to being offered for recycling and where fewer than three thousand (3,000) loosely stored tires are kept on the site on any given day or up to a maximum of ten thousand (10,000) tires which have been compacted or baled;
- 32 (10)(12) "Waste tire processing facility" means a site where 33 equipment is used to cut, chip, grind, or otherwise alter used or waste 34 tires;
- 35 $\frac{(11)(13)}{(13)}$ "Waste tire site" means a site at which one thousand 36 (1,000) or more unpermitted used or waste tires are accumulated, whether

1 loosely stored or compacted and baled or a combination thereof; and 2 (12)(14) "Waste tires originating from a tire manufacturer" 3 means those new tires which originate from a tire assembly process and are 4 determined by the tire manufacturer to be either defective or unfit for use 5 on a motor vehicle. 6 SECTION 2. Arkansas Code § 8-9-404(a) is amended to read as follows: 7 There shall be imposed a fee upon the sale of each original 8 equipment tire new motor vehicle tire sold at retail. 9 (1) The fee shall be charged by the tire retailer to the person 10 who purchases a new motor vehicle automobile tire for use on a motor vehicle 11 and not for resale. No fee shall be collected on any motor vehicle tire sold by a tire retailer for resale in accordance with subdivision (a)(8) herein. 12 (2) The Director of the Department of Finance and Administration 13 acting in his capacity as Commissioner of Motor Vehicles of the State of 14 15 Arkansas, or his authorized agent, shall collect the fee placed upon original equipment tires at the time a new car or light truck is licensed in the State 16 17 of Arkansas for the first time to the retail buyer. (2)(A)(3)(A) Such fee shall be imposed at the rate of one dollar 18 19 and seventy-five cents (\$1.75) two dollars (\$2.00) per automobile tire, 20 original equipment tire, or truck tire. 21 (B)(i) Solid waste management districts are authorized to 22 enact an additional fee on truck tires provided that their costs of properly 23 removing and disposing of truck tires exceeds one dollar and seventy-five 24 cents (\$1.75) per truck tire. Solid waste management districts imposing an 25 additional fee on truck tires may not impose a fee in excess of the costs of 26 properly removing and disposing of such tires less one dollar and seventy-27 five cents (\$1.75) per tire. Fees imposed pursuant to subdivision (a)(2) of 28 this section shall be reviewed and approved by the Arkansas Department of 29 Environmental Quality. 30 (ii) Provided, however, in no instance shall the fee prescribed in subdivision (a)(2)(B) of this section exceed four dollars 31 32 (\$4.00) per tire. 33 (B) An additional fee shall be imposed at the rate of three dollars (\$3.00) per truck tire. 34 35 (C) Solid waste management districts may charge a fee for the collection and disposal of specialty tires. 36

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1 (C)(D) It shall be the responsibility of the tire retailer to accept, at no additional cost to the customer other than those $\frac{\mathrm{i} n}{\mathrm{i} n}$ 2 accordance with subdivision (a)(2)(B) of this section imposed herein, any or 3 all used or waste tires for which a new replacement tire was purchased. 4 5 (D) (E) For any used or waste tires collected through a 6 tire retailer's business, the retailer shall ensure that said tires are 7 transported by a licensed hauler to a permitted waste tire collection center, 8 a solid waste management facility, a waste tire processing facility, or a 9 registered used tire dealer. 10 (3)(4) Such fees, other than fees on specialty tires, shall be added to the total cost to the purchaser at retail after all applicable sales 11 12 taxes on the tires have been computed and shall be separately stated on the invoice or bill of sale. 13 14 $\frac{(4)(A)}{(5)}(A)$ The fees imposed, except those fees for collection and disposal of specialty tires, shall be paid monthly to the Director of the 15 16 Department of Finance and Administration. 17 (B) Provided, however, the tire retailer may retain five 18 percent (5%) of the fee levied by subdivision $\frac{(a)(2)(A)}{(a)(3)}(A)$ of this 19 section as an administrative cost. 20 $\frac{(5)(A)}{(6)}(6)(A)$ The fees remitted in subdivision (a)(5)(A) shall be 21 collected by the Director of the Department of Finance and Administration and 22 shall be subject to the Arkansas Tax Procedure Act, § 26-18-101 et seq. 23 (B)(i) Each tire retailer and each new motor vehicle 24 dealer shall file a return with the Director of the Department of Finance and 25 Administration and with the applicable solid waste management district on or 26 before the twentieth of each month showing the total fees collected for both 27 passenger automobile and truck tires during the preceding calendar month and 28 shall remit the fees with the return. 29 (ii) The Director of the Department of Finance and 30 Administration shall prescribe the form and contents of the return. At a 31 minimum, the form must indicate separately the number of passenger automobile 32 tires and number of truck tires sold for which a fee was collected. In 33 addition, the form must indicate which solid waste management district the 34 tires were sold in. The fees imposed by this section do not apply to recapped 35 (6)(7)

tires or tires included as part of the equipment of a new motor vehicle.

1	(7)(8) The terms "sold at retail" and "retail sales" do not			
2	include the sale of new tires to a person solely for the purpose of resale,			
3	provided the subsequent retail sale in this state is subject to the fee.			
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5	SECTION 3. Arkansas Code § 8-9-404(d) is amended to read as follows:			
6	(d) The Waste Tire Grant Fund shall be administered by the Arkansas			
7	Department of Environmental Quality, which shall authorize grants from the			
8	Waste Tire Grant Fund according to the provisions of this subchapter.			
9	Provided, however, that all subdivision (a)(2)(B) fees levied by solid waste			
10	management districts shall be remitted monthly to the solid waste management			
11	districts within which the fees were collected. Provided, however, that			
12	(a)(3)(B) fees shall be remitted to the solid waste districts within which			
13	the truck tires were disposed.			
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15	SECTION 4. Arkansas Code $\$$ 8-9-405(c) is amended to add a new			
16	subdivision (4) to read as follows:			
17	(4) Any formula for distribution of grant funds which takes into			
18	account population data shall use data from the latest available federal			
19	decennial census.			
20	/s/ Boyd			
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