1 State of Arkansas As Engrossed: S4/1/97 S4/2/97 H4/4/97 A Bill 2 81st General Assembly ACT 1292 OF 1997 SENATE BILL 3 Regular Session, 1997 675 4 5 By: Senators Fitch and Malone 6 7 For An Act To Be Entitled 8 9 "AN ACT TO AMEND VARIOUS SECTIONS OF TITLE 8, CHAPTER 9, SUBCHAPTER 4 OF THE ARKANSAS CODE PERTAINING TO THE 10 11 STATE'S WASTE TIRE MANAGEMENT PROGRAM; AND FOR OTHER PURPOSES. 12 13 Subtitle 14 15 "AN ACT PERTAINING TO THE STATES WASTE 16 TIRE MANAGEMENT PROGRAM." 17 18 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 19 20 SECTION 1. Arkansas Code 8-9-402 is amended to read as follows: "8-9-402. Definitions. 2.1 As used in this subchapter, unless the context otherwise requires: 2.2 Automobile tire means any tire with a rim size less than nineteen 2.3 24 and one-half inches (19.5"); 25 Compacted and baled tires means tires that have been mechanically compressed and tied with interlocking wrappings which have been approved by 26 27 the Department of Pollution Control and Ecology; 28 (3) Motor vehicle means an automobile, motorcycle, truck, trailer, 29 semitrailer, truck tractor and semitrailer combination, or any other vehicle 30 operated on the roads of this state, used to transport persons or property and 31 propelled by power other than muscular power, but the term does not include 32 traction engines, road rollers, such vehicles as run only upon a track, 33 bicycles, mopeds, or farm tractors and trailers; (4) Tire means a continuous solid or pneumatic rubber covering which 35 is used for encircling the wheel of a motor vehicle; (5) Tire manufacturer means a manufacturing operation engaged in the

- 1 final assembly of the basic components of a tire;
- 2 (6) Truck or specialty tire means any tire with a rim size of nineteen
- 3 and one-half inches (19.5") or larger;
- 4 (7) Used tire means a tire that is repairable or retreadable for its
- 5 original intended purpose, but shall not include a tire being held for ninety
- 6 (90) days or less for the purpose of retreading or repairing the tire;
- 7 (8) Waste tire means a tire that is no longer repairable or
- 8 retreadable or no longer suitable for its original intended purpose because of
- 9 wear, damage, or defect;
- 10 (9) Waste tire collection center means a site where used or waste
- 11 tires are collected from the public prior to being offered for recycling and
- 12 where fewer than three thousand (3,000) loosely stored tires are kept on the
- 13 site on any given day or up to a maximum of ten thousand (10,000) tires which
- 14 have been compacted or baled;
- 15 (10) Waste tires originating from a tire manufacturer means those new
- 16 tires which originate from a tire assembly process and are determined by the
- 17 tire manufacturer to be either defective or unfit for use on a motor vehicle;
- 18 (11) Waste tire processing facility means a site where equipment is
- 19 used to cut, chip, grind, or otherwise alter used or waste tires; and
- 20 (12) Waste tire site means a site at which one thousand (1,000) or
- 21 more unpermitted used or waste tires are accumulated, whether loosely stored
- 22 or compacted and baled or a combination thereof."

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- 24 SECTION 2. Arkansas Code 8-9-403 is amended to read as follows:
- 25 "8-9-403. Operation of waste tire sites Requirements and prohibited
- 26 activities.
- 27 (a)(1) The owner or operator of any waste tire site shall, within six
- 28 (6) months after July 15, 1991, provide the department and the applicable
- 29 Solid Waste Management District with information concerning the site's
- 30 location and size and the approximate number of waste tires that are
- 31 accumulated at the site and shall provide a written plan specifying a method
- 32 and time schedule, subject to approval by the department, for the removal,
- 33 disposal, or recycling of the tires.
- 34 (2) The owner or operator shall implement the approved plan
- 35 according to its schedule.
- 36 (b) No person shall cause or permit the open burning of tires in the

- 1 State of Arkansas.
- (c)(1) A person shall not maintain a waste tire site unless the site is
- 3 an integral part of that person's or another person's permitted waste tire
- 4 processing facility or collection center.
- 5 (2) It is illegal for any person to dispose of used or waste
- 6 tires or portions of used or waste tires in the state, unless such tires are
- 7 disposed of for processing, or collected for processing, at a permitted waste
- 8 tire processing facility, at a waste tire site which is an integral part of a
- 9 permitted waste tire processing facility, at a waste tire collection center,
- 10 or at a permitted solid waste disposal facility.
- 11 (3)(A) Whole tires shall not be deposited in a landfill as a
- 12 method of ultimate disposal unless shredded or split into sufficiently small
- 13 parts to assure their proper disposal.
- 14 (B) Whole tires shall not be disposed of in a landfill
- 15 containing any other type of waste unless the tires are disposed of in a
- 16 separate area of the landfill and the area has been prepared in such a manner
- 17 that the tires can be recovered at a later date.
- 18 (4) A person who leases or owns real property may use waste tires
- 19 for soil erosion abatement and drainage purposes in accordance with procedures
- 20 approved by the commission and each Solid Waste Management District, or to
- 21 secure covers over silage, hay, straw, or agricultural products.
- (d)(1) The commission shall adopt regulations to carry out the
- 23 provisions of this section.
- 24 (2) The regulations shall:
- 25 (A) Provide for the administration of waste tire processing
- 26 facility permits, and for a fee for each permit which shall not exceed two
- 27 hundred fifty dollars (\$250) annually;
- 28 (B) Provide for the administration of waste tire hauler's
- 29 licenses, waste tire collection center permits, and for a fee for each permit
- 30 which shall not exceed two hundred fifty dollars (\$250) annually;
- 31 (C) Set standards for waste tire processing facilities and
- 32 associated waste tire sites, waste tire collection centers, and waste tire
- 33 collectors; and
- 34 (D) Establish procedures for administering the waste tire
- 35 grant program and issuing grants; and
- 36 (E) Authorize the final disposal of waste tires at a

- 1 permitted solid waste disposal facility, provided the tires have been cut into
- 2 sufficiently small parts to assure their proper disposal.
- 3 (e) A waste tire processing facility and/or collection center permit is
- 4 not required for:
- 5 (1) A tire retreading business where fewer than five hundred
- 6 (500) waste tires are kept on the business premises;
- 7 (2) A business that, in the ordinary course of business, removes
- 8 tires from motor vehicles if fewer than five hundred (500) of those tires are
- 9 kept on the business premises;
- 10 (3) A retail tire-selling business which is serving as a waste
- 11 tire collection center if fewer than five hundred (500) waste tires are kept
- 12 on the business premises.
- 13 (f) The commission and each Solid Waste Management District shall
- 14 encourage the voluntary establishment of waste tire collection centers at
- 15 retail tire-selling businesses, waste tire processing facilities, and solid
- 16 waste disposal facilities, to be open to the public, at no cost, for the
- 17 deposit of used and waste tires generated in the State of Arkansas, except
- 18 those generated by a tire manufacturer.
- 19 (g)(1) Waste tires originating from a tire manufacturer shall be
- 20 disposed of at either a permitted waste tire collection center or a permitted
- 21 waste tire processing facility for a fee to be established by either of those
- 22 facilities if disposed of in the State of Arkansas.
- 23 (2) Records of the disposition of the waste tires originating
- 24 from a tire manufacturer shall be maintained by that manufacturer for a period
- 25 of at least three (3) years and shall be available for review by the
- 26 department.
- 27 (h) The commission shall establish guidelines and adopt regulations for
- 28 a tire manifest system to monitor the sale and distribution of tires between
- 29 tire dealers, waste tire collectors, waste tire processing facilities, and
- 30 waste tire disposal facilities.
- 31 (i) Notwithstanding subsection (e) of this section, a retail
- 32 tire-selling business which is serving as a waste tire collection center may
- 33 keep up to one thousand (1,000) waste tires on the business premises without
- 34 obtaining a permit until a waste tire collection center becomes operational in
- 35 the regional solid waste management district where the business premises are
- 36 located."

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         SECTION 3. Arkansas Code 8-9-404 is amended to read as follows:
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         "8-9-404. Waste tire fees.
         (a) There shall be imposed a fee upon the sale of each new motor
 5 vehicle tire sold at retail.
               (1) The fee shall be charged by the tire retailer to the person
 7 who purchases a motor vehicle tire for use on a motor vehicle and not for
 8 resale.
 9
               (2)(A) Such fee shall be imposed at the rate of one dollar and
10 fifty cents ($1.50) one dollar and seventy-five cents ($1.75) per automobile
11 and truck tire.
             (A) It shall be illegal for a tire retailer to collect any
12
13 additional fee, pursuant to this subchapter, for any other purpose, including,
14 but not limited to, disposal, transportation, or administration. (B) Solid
15 Waste Management Districts are authorized to enact an additional fee on truck
16 tires provided that their costs of properly removing and disposing of truck
17 tires exceeds one dollar and seventy-five cents ($1.75) per truck tire. Solid
18 Waste Management Districts imposing an additional fee on truck tires may not
19 impose a fee in excess of the costs of properly removing and disposing of such
20 tires less one dollar and seventy-five cents ($1.75) per tire. Fees imposed
21 pursuant this subdivision shall be reviewed and approved by the Department of
22 Pollution Control and Ecology. Provided however, in no instance shall the fee
23 prescribed in this subsection (a)(2)(B) exceed four dollars ($4.00) per tire.
2.4
                    \frac{(B)}{(C)} It shall be the responsibility of the tire retailer
25 to accept, at no additional cost to the customer other than those in
26 accordance with subsection (a)(2)(B), any or all used or waste tires for which
27 a new replacement tire was purchased.
                   \frac{(C)}{(D)} For any used or waste tires collected through a tire
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29 retailer's business, the retailer shall ensure that said tires are transported
30 by a licensed hauler to a permitted waste tire collection center, a solid
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- 31 waste management facility, a waste tire processing facility, or a registered
- 32 used tire dealer.
- 33 (3) Such \underline{fee} \underline{fees} shall be added to the total cost to the
- 34 purchaser at retail after all applicable sales taxes on the tires have been
- 35 computed and shall be separately stated on the invoice or bill of sale.
- 36 (4) The fee fees imposed, less ten percent (10%) of fees

- 1 collected, which shall be retained by the tire retailer as administration
- 2 cost, shall be paid monthly to the Director of the Department of Finance and
- 3 Administration. Provided however, the tire retailer may retain five percent
- 4 (5%) of the fee levied by (a)(2)(A) as an administrative cost.
- 5 (5)(A) The fee fees shall be collected by the Director of the
- 6 Department of Finance and Administration and shall be subject to the Arkansas
- 7 Tax Procedure Act, 8 26-18-101 et seq.
- 8 (B)(i) Each tire retailer and each new motor vehicle dealer
- 9 shall file a return with the Director of the Department of Finance and
- 10 Administration and with the applicable Solid Waste Management District on or
- 11 before the twentieth of each month showing the total fees collected for both
- 12 passenger and truck tires during the preceding calendar month and shall remit
- 13 the fees with the return.
- 14 (ii) The director shall prescribe the form and
- 15 contents of the return. At a minimum, the form must indicate separately the
- 16 number of passenger tires and number of truck tires sold for which a fee was
- 17 collected. In addition, the form must indicate which Solid Waste Management
- 18 District the tires were sold in.
- 19 (6) The fee fees imposed by this section does not apply to
- 20 recapped tires or tires included as part of the equipment of a new motor
- 21 vehicle.
- 22 (7) The terms sold at retail and retail sales do not include the
- 23 sale of new tires to a person solely for the purpose of resale, provided the
- 24 subsequent retail sale in this state is subject to the fee.
- 25 (b) The Department of Finance and Administration shall deposit the
- 26 proceeds of the waste tire fee in the State Treasury as special revenues and
- 27 shall credit the proceeds to the following special funds created on the books
- 28 of the Treasurer of State, the Auditor of State, and the Chief Fiscal Officer
- 29 of the State in the following proportions:
- 30 (1) A total of ninety percent (90%) ninety-two percent (92%) of the
- 31 proceeds to be deposited into the fund known as the Waste Tire Grant Fund
- 32 herein created;
- 33 (2) A total of ten percent (10%) eight percent (8%) of the proceeds to be
- 34 deposited into the Arkansas Department of Pollution Control and Ecology Fee
- 35 Fund as created in $^{\circ}$ 8-1-105.
- 36 (c) In addition to all moneys appropriated by the General Assembly to the

- 1 Waste Tire Grant Fund, there shall be deposited in the Waste Tire Grant Fund
- 2 any federal government moneys designated to enter the Waste Tire Grant Fund,
- 3 any moneys received by the state as a gift or donation to the Waste Tire Grant
- 4 Fund, and all interest upon money deposited in the Waste Tire Grant Fund.
- 5 (d) The Waste Tire Grant Fund shall be administered by the department,
- 6 which shall authorize grants from the fund according to the provisions of this
- 7 subchapter provided however that all subsection (a)(2)(B) fees levied by Solid
- 8 Waste Management Districts shall be remitted monthly to the Solid Waste
- 9 Management Districts within which the fees were collected.
- 10 (e) For the purposes of this section, proceeds of the fee shall mean all
- 11 funds collected and received by the Department of Finance and Administration
- 12 under this section, and interest and penalties on delinquent waste tire fees.
- 13 (f) In addition to the fee imposed on new tires, a fee shall be imposed at
- 14 the rate of one dollar (\$1.00) on all waste automobile and truck tires that
- 15 are imported into Arkansas.
- 16 (1) The fee imposed shall be paid by the importer to the
- 17 Department of Finance and Administration in accordance with 8 26-18-101 et
- 18 seq. and any regulations promulgated by the Department of Finance and
- 19 Administration.
- 20 (2) The Department of Finance and Administration shall deposit
- 21 the proceeds of this fee in the State Treasury as special revenues and shall
- 22 credit the proceeds to the special fund created on the books of the Treasurer
- 23 of State, the Auditor of State, and the Chief Fiscal Officer of the State to
- 24 be known as the Waste Tire Grant Fund, as described in subsection (b) of this
- 25 section.
- 26 (g) The Department of Pollution Control and Ecology is hereby authorized
- 27 to promulgate such rules and regulations necessary to administer the fees,
- 28 rates, tolls, or charges for services established by this section and is
- 29 directed to prescribe and collect such fees, rates, tolls, or charges for the
- 30 services delivered by the Department of Pollution Control and Ecology in such
- 31 manner as may be necessary to support the programs of the department as
- 32 directed by the Governor and the General Assembly.
- 33
- 34 SECTION 4. Arkansas Code 8-9-405 is amended to read as follows:
- 35 "8-9-405. Waste tire grants.
- 36 (a) The department shall, by July 1, 1992, establish a program to make

- 1 waste tire grants to regional solid waste management boards which desire,
- 2 individually or collectively, to:
- 3 (1) Construct or operate, or contract for the construction or
- 4 operation of, a waste tire processing facility and equipment purchases
- 5 therefor;
- 6 (2) Contract for a waste tire processing facility service within
- 7 or outside the regional solid waste management district;
- 8 (3) Remove or contract for the removal of waste tires from
- 9 illegal waste tire sites within the regional solid waste management district;
- 10 (4) Perform or contract for the performance of research designed
- 11 to facilitate waste tire recycling;
- 12 (5) Establish waste tire collection centers at solid waste
- 13 disposal facilities, waste tire processing facilities, or waste tire
- 14 generators, that shall accept automobile and truck or specialty tires from the
- 15 public registered tire dealers at no charge, provided the waste tires had a
- 16 waste tire management fee collected at the time of retail sale;
- 17 (6) Establish at least one (1) waste tire collection center
- 18 within the district that may accept all tires for which a management fee was
- 19 not previously collected, including, but not limited to, mining, farming, or
- 20 off-the-road vehicle tires. Any fee charged for said tires must be first
- 21 approved by the department not be in excess of the costs of properly removing
- 22 and disposing of such tires;
- 23 (7) Provide incentives for establishing privately operated waste
- 24 tire collection centers for the public. This provision does not pertain to
- 25 off-the-road tires that are exempt from the tire management fee;
- 26 (8) Establish educational programs designed to inform the public
- 27 of available recycling options and programs;
- 28 (9) Fund additional transportation costs incurred as a result of
- 29 using waste tire disposal alternatives as a preference over landfill disposal;
- 30 or
- 31 (10) Use moneys for other purposes approved by the department.
- 32 (b) Regional solid waste management boards may join together, pooling
- 33 their financial resources, when utilizing their grants funds for the purposes
- 34 described in this section.
- 35 (c)(1) Grant funds for waste tire management programs shall be
- 36 distributed to the regional solid waste management boards.

1	(2) To be eligible to receive waste tire management grant funds,
2	regional solid waste management boards shall provide the department with
3	quarterly financial and progress reports, as determined by the department.
4	(3) Distribution of grant funds shall be based upon moneys
5	available in the fund and upon approved quarterly financial reports. Such
6	reports shall show funds expended on waste tire projects during the previous
7	quarter, and expenses expected on waste tire projects during the next quarter,
8	and any other information as determined by the department. Accordingly, and
9	upon department approval, quarterly distributions shall be made to the boards.
10	(d) The department shall provide technical assistance, upon request, to
11	a regional solid waste management board desiring assistance in applying for
12	waste tire grants or choosing a method of waste tire management which would be
13	an eligible use of the grant funds.
14	
15	SECTION 5. All provisions of this act of a general and permanent nature
16	are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
17	Revision Commission shall incorporate the same in the Code.
18	
19	SECTION 6. If any provision of this act or the application thereof to
20	any person or circumstance is held invalid, such invalidity shall not affect
21	other provisions or applications of the act which can be given effect without
22	the invalid provision or application, and to this end the provisions of this
23	act are declared to be severable.
24	
25	SECTION 7. All laws and parts of laws in conflict with this act are
26	hereby repealed.
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28	/s/Fitch et al
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30	APPROVED: 4-09-97
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