SECOND REGULAR SESSION

SENATE BILL NO. 1183

101ST GENERAL ASSEMBLY

INTRODUCED BY SENATOR GANNON.

5591S.02I

ADRIANE D. CROUSE, Secretary

AN ACT

To repeal sections 260.225, 260.273, 260.325, and 260.335, RSMo, and to enact in lieu thereof four new sections relating to solid waste management.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 260.225, 260.273, 260.325, and

- 2 260.335, RSMo, are repealed and four new sections enacted in
- 3 lieu thereof, to be known as sections 260.225, 260.273, 260.325,
- 4 and 260.335, to read as follows:

260.225. 1. The department shall administer sections

- 2 260.200 to 260.345 to maximize the amount of recovered
- 3 materials and to minimize disposal of solid waste in
- 4 sanitary landfills. The department shall, through its rules
- 5 and regulations, policies and programs, encourage to the
- 6 maximum extent practical, the use of alternatives to
- 7 disposal. To accomplish these objectives, the department
- 8 shall:
- 9 (1) Administer the state solid waste management
- 10 program pursuant to the provisions of sections 260.200 to
- 260.345;
- 12 (2) Cooperate with appropriate federal, state, and
- 13 local units of government of this or any other state, and
- 14 with appropriate private organizations in carrying out its
- authority under sections 260.200 to 260.345;
- 16 (3) Promulgate and adopt, after public hearing, such
- 17 rules and regulations relating to solid waste management

EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

systems as shall be necessary to carry out the purposes and provisions of sections 260.200 to 260.345;

- 20 (4) Develop a statewide solid waste management plan in 21 cooperation with local governments, regional planning 22 commissions, districts, and appropriate state agencies;
- (5) Provide technical assistance to cities, counties,districts, and authorities;
- 25 (6) Develop and conduct a mandatory solid waste
 26 technician training course of study;
- (7) Conduct and contract for research and investigations in the overall area of solid waste storage, collection, recycling, recovery, processing, transportation and disposal, including, but not limited to, new and novel procedures;
- 32 (8) Subject to appropriation by the general assembly, 33 establish criteria for awarding state-funded solid waste 34 management grants as provided in subdivision (1) of 35 subsection 2 of section 260.335 to cities, counties, and 36 districts, allocate funds, and monitor the proper 37 expenditure of funds;
- 38 (9) Issue such permits and orders and conduct such 39 inspections as may be necessary to implement the provisions 40 of sections 260.200 to 260.345 and the rules and regulations 41 adopted pursuant to sections 260.200 to 260.345;
- 42 (10) Initiate, conduct and support research,
 43 demonstration projects, and investigations with applicable
 44 federal programs pertaining to solid waste management
 45 systems;
- 46 (11) Contract with cities, counties, districts and 47 other persons to act as its agent in carrying out the 48 provisions of sections 260.200 to 260.345 under procedures 49 and conditions as the department shall prescribe.

- 50 2. The department shall prepare model solid waste
- 51 management plans suitable for rural and urban areas which
- 52 may be used by districts, counties and cities. In preparing
- 53 the model plans, the department shall consider the findings
- 54 and recommendations of the study of resource recovery
- 55 conducted pursuant to section 260.038, and other relevant
- 56 information. The plans shall conform with the requirements
- of section 260.220 and section 260.325 and shall:
- 58 (1) Emphasize waste reduction and recycling;
- 59 (2) Provide for economical waste management through
- 60 regional and district cooperation;
- 61 (3) Be designed to achieve a reduction of forty
- 62 percent in solid waste disposed, by weight, by January 1,
- 63 1998;
- 64 (4) Establish a means to measure the amount of
- 65 reduction in solid waste disposal;
- 66 (5) Provide for the elimination of small quantities of
- 67 hazardous waste, including household hazardous waste, from
- 68 the solid waste stream; and
- 69 (6) Be designed to guide planning in districts, cities
- 70 and counties including cities and counties not within a
- 71 district.
- 72 3. The model plan shall be distributed to the
- 73 executive board of each solid waste district and to counties
- 74 and cities not within a district by December 1, 1991.
- 75 4. No rule or portion of a rule promulgated under the
- 76 authority of sections 260.200 to 260.345 shall become
- 77 effective unless it has been promulgated pursuant to the
- 78 provisions of section 536.024.
- 79 5. In coordination with other appropriate state
- 80 agencies, including, but not limited to, the division of
- 81 commerce and industrial development, the office of

- 82 administration, the environmental improvement and energy
- 83 [resource] resources authority, and the public service
- 84 commission, the department shall create and maintain a waste
- 85 reduction and recycling unit to perform at least the
- 86 following duties in order to promote resource recovery in
- 87 the state in ways which are economically feasible:
- 88 (1) Identify markets for recovered materials and for
- 89 energy which could be produced from solid waste and
- 90 household hazardous waste;
- 91 (2) Provide technical assistance pertaining to all
- 92 aspects of resource recovery to cities, counties, districts,
- 93 industries and other persons;
- 94 (3) Identify opportunities for resource recovery
- 95 programs in state government and initiate actions to
- 96 implement such programs;
- 97 (4) Expand state contracts for procurement of items
- 98 made from recovered materials;
- 99 (5) Initiate recycling programs within state
- 100 government;
- 101 (6) Provide a clearinghouse of consumer information
- 102 regarding the need to support resource recovery, utilize and
- 103 develop new resource recovery programs around existing
- 104 enterprises, request and purchase recycled products,
- 105 participate in resource conservation activities and other
- 106 relevant issues;
- 107 (7) Identify barriers to resource recovery and
- 108 resource conservation, and propose remedies to these
- 109 barriers; and
- 110 (8) Initiate activities with appropriate state and
- 111 local entities to develop markets for recovered materials.

24

25

26

27

28

29

30

31

32

260.273. 1. Any person purchasing a new tire may present to the seller the used tire or remains of such used tire for which the new tire purchased is to replace.

- 2. A fee for each new tire sold at retail shall be 4 5 imposed on any person engaging in the business of making 6 retail sales of new tires within this state. The fee shall 7 be charged by the retailer to the person who purchases a 8 tire for use and not for resale. Such fee shall be imposed 9 at the rate of fifty cents for each new tire sold. Such fee 10 shall be added to the total cost to the purchaser at retail after all applicable sales taxes on the tires have been 11 computed. The fee imposed, less six percent of fees 12 13 collected, which shall be retained by the tire retailer as collection costs, shall be paid to the department of revenue 14 in the form and manner required by the department of revenue 15 16 and shall include the total number of new tires sold during the preceding month. The department of revenue shall 17 18 promulgate rules and regulations necessary to administer the fee collection and enforcement. The terms "sold at retail" 19 and "retail sales" do not include the sale of new tires to a 20 person solely for the purpose of resale, if the subsequent 21 22 retail sale in this state is to the ultimate consumer and is 23 subject to the fee.
 - 3. The department of revenue shall administer, collect and enforce the fee authorized pursuant to this section pursuant to the same procedures used in the administration, collection and enforcement of the general state sales and use tax imposed pursuant to chapter 144 except as provided in this section. The proceeds of the new tire fee, less four percent of the proceeds, which shall be retained by the department of revenue as collection costs, shall be transferred by the department of revenue into an appropriate

subaccount of the solid waste management fund, created pursuant to section 260.330.

- 4. Up to five percent of the revenue available may be allocated, upon appropriation, to the department of natural resources to be used [cooperatively with the department of elementary and secondary education] for the purposes of supporting the waste reduction and recycling unit and by developing information, environmental educational materials,
- 41 programs, and curriculum that assist in the department's
- 42 implementation of sections 260.200 to 260.345.
- 5. Up to fifty percent of the moneys received pursuant to this section may, upon appropriation, be used to
- 45 administer the programs imposed by this section. Up to forty-
- 46 five percent of the moneys received under this section may,
- 47 upon appropriation, be used for the grants authorized in
- 48 subdivision (2) of subsection 6 of this section. All
- 49 remaining moneys shall be allocated, upon appropriation, for
- 50 the projects authorized in section 260.276, except that any
- 51 unencumbered moneys may be used for public health,
- 52 environmental, and safety projects in response to
- 53 environmental or public health emergencies and threats as
- 54 determined by the director.

58

- 55 6. The department shall promulgate, by rule, a 56 statewide plan for the use of moneys received pursuant to 57 this section to accomplish the following:
 - (1) Removal of scrap tires from illegal tire dumps;
- 59 (2) Providing grants to persons that will use products 60 derived from scrap tires, or use scrap tires as a fuel or 61 fuel supplement; and
- 62 (3) Resource recovery activities conducted by the department pursuant to section 260.276.

7. The fee imposed in subsection 2 of this section shall begin the first day of the month which falls at least thirty days but no more than sixty days immediately following August 28, 2005, and shall terminate December 31,

2025. 68 260.325. 1. The executive board of each district 2 [shall] may submit to the department a plan which has been 3 approved by the council for a solid waste management system 4 serving areas within its jurisdiction and [shall] may, from 5 time to time, submit officially adopted revisions of its 6 plan as it deems necessary [or the department may require]. In developing the district's solid waste management plan, 7 the board [shall] may consider the model plan distributed to 8 the board pursuant to section 260.225. Districts may 9 contract with a licensed professional engineer or as 10 provided in chapter 70 for the development and submission of 11 12 a joint plan.

- 2. The board [shall] may hold at least one public hearing [in each county] in the district when it prepares a proposed plan or substantial revisions to a plan in order to solicit public comments on the plan.
- 3. The solid waste management plan [shall] may be submitted to the department within eighteen months of the formation of the district. The plan [shall] may be prepared and submitted according to the procedures specified in section 260.220 and this section.
 - 4. Each plan [shall] may:

22

- (1) Delineate areas within the district where solidwaste management systems are in existence;
- 25 (2) Reasonably conform to the rules and regulations 26 adopted by the department for implementation of sections 27 260.200 to 260.345;

28 (3) Delineate provisions for the collection of
29 recyclable materials or collection points for recyclable
30 materials;

- 31 (4) Delineate provisions for the collection of
 32 compostable materials or collection points for compostable
 33 materials;
- (5) Delineate provisions for the separation of
 household waste and other small quantities of hazardous
 waste at the source or prior to disposal;
- 37 Delineate provisions for the orderly extension of solid waste management services in a manner consistent with 38 the needs of the district, including economic impact, and in 39 40 a manner which will minimize degradation of the waters or air of the state, prevent public nuisances or health 41 hazards, promote recycling and waste minimization and 42 otherwise provide for the safe and sanitary management of 43 44 solid waste;
- 45 (7) Take into consideration existing comprehensive 46 plans, population trend projections, engineering and 47 economics so as to delineate those portions of the district 48 which may reasonably be expected to be served by a solid 49 waste management system;
- 50 (8) Specify how the district will achieve a reduction 51 in solid waste placed in sanitary landfills through waste 52 minimization, reduction and recycling;
- (9) Establish a timetable, with milestones, for the reduction of solid waste placed in a landfill through waste minimization, reduction and recycling;
- 56 (10) Establish an education program to inform the 57 public about responsible waste management practices;

61

62

63

64

85

86

87

88

(11) Establish procedures to minimize the introduction of small quantities of hazardous waste, including household hazardous waste, into the solid waste stream;

- (12) Establish a time schedule and proposed method of financing for the development, construction and operation of the planned solid waste management system together with the estimated cost thereof;
- 65 (13) Identify methods by which rural households that 66 are not served by a regular solid waste collection service 67 may participate in waste reduction, recycling and resource 68 recovery efforts within the district; and
- 69 (14) Include such other reasonable information as the 70 department shall require.
- 5. The board [shall] may review the district's solid
 waste management plan at least every twenty-four months for
 the purpose of evaluating the district's progress in meeting
 the requirements and goals of the plan, and [shall] may
 submit plan revisions to the department and council.
- 6. [In the event any plan or part thereof is 76 disapproved, the department shall furnish any and all 77 reasons for such disapproval and shall offer assistance for 78 79 correcting deficiencies. The executive board shall within sixty days revise and resubmit the plan for approval or 80 81 request a hearing in accordance with section 260.235. Any plan submitted by a district shall stand approved one 82 83 hundred twenty days after submission unless the department 84 disapproves the plan or some provision thereof.
 - 7. The director may institute appropriate action under section 260.240 to compel submission of plans in accordance with sections 260.200 to 260.345 and the rules and regulations adopted pursuant to sections 260.200 to 260.345.

8

89 8.] Funds may, upon appropriation, be made available to districts under section 260.335 for the purpose of 90 91 implementing the requirements of this section. 92 [9.] 7. Based upon the financial assistance amounts set forth in this section, the district executive board 93 94 shall arrange for an independent financial statement audit 95 of the records and accounts of its operations by a certified 96 public accountant [or], a firm of certified public 97 accountants, or by the department. Districts receiving more 98 than eight hundred thousand dollars of financial assistance 99 annually shall have annual independent financial statement 100 audits; districts receiving between two hundred fifty 101 thousand dollars and eight hundred thousand dollars of 102 financial assistance annually shall have a biennial 103 independent financial statement audit for the two-year period. All other districts shall be monitored biennially 104 105 by the department and, based upon the findings within the monitoring report, may be required to arrange for an 106 independent financial statement audit for the biennial 107 108 monitoring period under review. [Subject to limitations 109 caused by the availability of resources, the department 110 shall conduct a performance audit of grants to each district at least once every five years, or as deemed necessary by 111 112 the department based upon district grantee performance.] Each fiscal year eight hundred thousand 1. 2 dollars from the solid waste management fund shall be made 3 available, upon appropriation, to the department and the environmental improvement and energy resources authority to 4 fund activities that promote the development and maintenance 5 6 of markets for recovered materials. Each fiscal year up to 7 two hundred thousand dollars from the solid waste management

fund [may be used by the department upon appropriation for

9 grants] shall be allocated to solid waste management districts for district grants or projects and district 10 11 operations. Only those solid waste management districts that are allocated fewer funds under subsection 2 of this 12 section than if revenues had been allocated based on the 13 criteria in effect in this section on August 27, 2004, are 14 eligible for these [grants] funds. An eligible district 15 16 shall receive a proportionate share of these [grants] funds based on that district's share of the total reduction in 17 18 funds for eligible districts calculated by comparing the amount of funds allocated under subsection 2 of this section 19 with the amount of funds that would have been allocated 20 21 using the criteria in effect in this section on August 27, The department and the authority shall establish a 22 joint interagency agreement with the department of economic 23 24 development to identify state priorities for market 25 development and to develop the criteria to be used to judge 26 proposed projects. Additional moneys may be appropriated in 27 subsequent fiscal years if requested. The authority shall establish a procedure to measure the effectiveness of the 28 29 grant program under this subsection and shall provide a report to the governor and general assembly by January 30 fifteenth of each year regarding the effectiveness of the 31 32 program. 33 2. All remaining revenues deposited into the fund each

2. All remaining revenues deposited into the fund each fiscal year after moneys have been made available under subsection 1 of this section shall be allocated as follows:

34

35

36 (1) Thirty-nine percent of the revenues shall be
37 dedicated, upon appropriation, to the elimination of illegal
38 solid waste disposal, to identify and prosecute persons
39 disposing of solid waste illegally, to conduct solid waste
40 permitting activities, to administer grants and perform

48

49

50

51

52

53

72

other duties imposed in sections 260.200 to 260.345 and section 260.432. In addition to the thirty-nine percent of the revenues, the department may receive any annual increase in the charge during October 1, 2005, to October 1, 2027, under section 260.330 and such increases shall be used solely to fund the operating costs of the department;

(2) (a) Sixty-one percent of the revenues, except any

- (2) (a) Sixty-one percent of the revenues, except any annual increases in the charge under section 260.330 during October 1, 2005, to October 1, 2027, which shall be used solely to fund the operating costs of the department, shall be allocated to solid waste management districts. Such revenues shall be immediately transferred to districts on a quarterly basis.
- Revenues to be allocated under this subdivision 54 shall be divided as follows: forty percent shall be 55 allocated based on the population of each district in the 56 latest decennial census, and sixty percent shall be 57 58 allocated based on the amount of revenue generated within 59 each district. For the purposes of this subdivision, revenue generated within each district shall be determined 60 from the previous year's data. No more than fifty percent 61 of the revenue allocable under this subdivision may be 62 allocated [to] by the districts [upon approval of the 63 64 department for implementation of a solid waste management 65 plan and] for district operations, and at least fifty 66 percent of the revenue allocable to the districts under this 67 subdivision shall be allocated to grants or projects serving the cities and counties of the district or to persons or 68 entities providing solid waste management, waste reduction, 69 70 recycling and related services in these cities and 71 counties. [Each district shall receive a minimum of seventy-

five thousand dollars under this subdivision.] After August

- 73 28, 2015, each district shall receive a minimum of ninety-
- 74 five thousand dollars under this subdivision for district
- 75 grants and projects and district operations. [Each district
- 76 receiving moneys under this subdivision shall expend such
- moneys pursuant to a solid waste management plan required
- 78 under section 260.325, and only in the case that the
- 79 district is in compliance with planning requirements
- 80 established by the department.] Moneys shall be awarded by
- 81 the districts based upon grant applications or project
- 82 proposals.
- 83 (c) The following criteria may be considered by
- 84 districts to establish the order of district grant priority:
- 85 [(a)] a. Grants to facilities of organizations
- 86 employing individuals with disabilities under sections
- 87 178.900 to 178.960 or sections 205.968 to 205.972;
- [(b)] b. Grants for proposals that will promote and
- 89 maximize the sharing of district resources;
- 90 [(c)] c. Grants for proposals which provide methods of
- 91 recycling and solid waste reduction; and
- 92 [(d)] d. All other grants.
- 93 (d) Any allocated district moneys remaining in any
- 94 fiscal year due to insufficient or inadequate grant
- 95 applications or project proposals shall be reallocated for
- 96 grant applications or project proposals in subsequent years
- 97 or for solid waste management projects other than district
- 98 operations, including a district's next request for solid
- 99 waste management grant applications or project proposals.
- 100 Any allocated district moneys remaining after a period of
- 101 five years shall revert to the credit of the solid waste
- management fund created under section 260.330;
- 103 (3) Except for the amount up to one-fourth of the
- 104 department's previous fiscal year expense, any remaining

127

128

129

130

131

132

unencumbered funds generated under subdivision (1) of this subsection in prior fiscal years shall be reallocated under this section;

- 108 (4) Funds may be made available under this subsection 109 for the administration and grants of the used motor oil 110 program described in section 260.253[;
- 111 (5) The department and the environmental improvement 112 and energy resources authority shall conduct sample audits 113 of grants provided under this subsection].
- 114 3. In addition to the criteria listed in this section, the advisory board created in section 260.345 shall 115 116 recommend criteria to be used to allocate grant moneys made available under subdivision (1) of subsection 2 of this 117 section to districts, cities and counties. These criteria 118 119 shall establish a priority for proposals which provide methods of solid waste reduction and recycling. 120 121 department shall promulgate criteria for evaluating state grants made available under subdivision (1) of subsection 2 122 of this section by rule and regulation. [Projects of cities 123 and counties located within a district which are funded by 124 grants under this section shall conform to the district 125 solid waste management plan.] 126
 - 4. The funds awarded to the districts pursuant to this section shall be used for the purposes set forth in sections 260.300 to 260.345, and shall be used in addition to existing funds appropriated by counties and cities for solid waste management and shall not supplant county or city appropriated funds.
- 5. Once grants are approved by the solid waste
 management district, the district shall submit to the
 department only the [appropriate forms associated with the
 grant application and any] supporting information to verify

```
137
     that appropriate public notice procedures were followed,
138
     that grant proposals were reviewed and ranked by the
139
     district, and that only eligible costs as set forth in
140
     regulations are to be funded. Within [thirty] ten days, the
141
     department shall review the [grant application]
142
     information. If the department finds any deficiencies, or
     needs more information in order to evaluate the [grant]
143
144
     application] information, the department shall notify the
145
     district in writing. The district shall have an additional
146
     [thirty] ten days to respond to the department's request and
147
     to submit any additional information to the department.
     Within [thirty] ten days of receiving additional
148
     information, the department shall either approve or deny the
149
     [grant application] information. If the department takes no
150
151
     action, the [grant application] information shall be deemed
                The [department, in conjunction with the solid
152
     approved.
153
     waste advisory board, ] district shall review the performance
     of all grant recipients to ensure that grant moneys were
154
     appropriately and effectively expended to further the
155
     purposes of the grant, as expressed in the recipient's grant
156
157
     [application] agreement. The grant [application] agreement
     shall contain specific goals and implementation dates, and
158
     grant recipients shall be contractually obligated to fulfill
159
160
            The [department] district may require the recipient
161
     to submit periodic reports and such other data as are
162
     necessary, both during the grant period and up to five years
163
     thereafter, to ensure compliance with this section.
164
     [department] district may audit the records of any recipient
     to ensure compliance with this section. Recipients of
165
166
     grants under sections 260.300 to 260.345 shall maintain such
167
     records as required by the [department] district to
168
     demonstrate compliance with this section. If a grant
```

a grant.

recipient fails to maintain records or submit reports as
required herein, refuses the [department] district access to
the records, or fails to meet the [department's] district's
performance standards, the [department] district may
withhold subsequent grant payments, if any, and may compel
the repayment of funds provided to the recipient pursuant to

- 6. The [department] district shall provide for a security interest in any machinery or equipment purchased through grant moneys distributed pursuant to this section.
- 7. If the moneys are not transmitted to the department within the time frame established by the rule promulgated under section 260.330, interest shall be imposed on the moneys due the department at the rate of ten percent per annum from the prescribed due date until payment is actually made. These interest amounts shall be deposited to the credit of the solid waste management fund.
 - 8. If a solid waste management district receives an unfavorable decision on a request submitted to the department, the district may send an appeal request to the administrative hearing commission within thirty days. The administrative hearing commission shall promptly issue a final decision on the request so appealed. The decision being appealed shall be deemed stayed until a final decision is issued by the administrative hearing commission.