

UTAH STATE SENATE

UTAH STATE CAPITOL COMPLEX • 320 STATE CAPITOL P.O. BOX 145115 • SALT LAKE CITY, UTAH 84114-5115 • (801) 538-1035

March 6, 2019

Mr. President,

The Natural Resources, Agriculture, and Environment Committee reports a favorable recommendation on **H.B. 126**, TIRE RECYCLING MODIFICATIONS, by Representative L. B. Perry, with the following amendments:

- 1. Page 1, Lines 13 through 14:
 - addresses waste tire transporters complying with this part; <u>and</u>
 - 14 $\{ \rightarrow \text{ adjusts rates of partial reimbursement; } \hat{H} \rightarrow \text{ and } \leftarrow \hat{H} \}$
- 2. Page 1, Line 26:
 - 26 { 19-6-809, as last amended by Laws of Utah 2012, Chapter 263-}
- 3. Page 7, Line 191 through Page 9, Line 249:
 - 191 { Section 3. Section 19-6-809 is amended to read:
 - 192 19-6-809. Partial reimbursement.
 - 193 (1) (a) A recycler may submit an application under Section 19-6-813 to the local health
 - 194 department having jurisdiction over the applicant's business address for partial reimbursement
 - 195 for the cost of transporting and processing a waste tire or a material derived from a waste tire
 - 196 that:
 - 197 (i) meets the requirements of Subsections (3) and (4); and







| 198 | (ii) is used within the state for: |
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| 199 | —————————————————————————————————————— |
| 200 | (B) the creation of an ultimate product; |
| 201 | (C) the production of crumb rubber, if a contract exists for the sale of the |
| | crumb rubber |
| 202 | for use, either within or outside the state, as a component in an ultimate product; |
| 203 | (D) the production of a chipped tire, if: |
| 204 | (I) the chipped tire is beneficially used, either within or outside the state; and |
| 205 | (H) a contract exists for the sale of the chipped tire; or |
| 206 | (E) a use defined in rule as recycling. |
| 207 | (b) A recycler is not eligible to receive partial reimbursement for |
| | transportation or |
| 208 | processing costs related to the creation of an ultimate product if: |
| 209 | (i) the recycler used crumb rubber as a component of the ultimate product; |
| | and |
| 210 | (ii) the recycler, or another recycler, previously received under this section |
| | partial |
| 211 | reimbursement for transportation or processing costs related to the production of |
| | the crumb |
| 212 | rubber. |
| 213 | (c) A recycler who qualifies under this section for partial reimbursement may |
| | waive the |
| 214 | reimbursement and request in writing that the reimbursement be paid to a person |
| | who: |
| 215 | (i) delivers a waste tire or material derived from a waste tire to the recycler; o |
| 216 | (ii) processes the waste tire before the recycler receives the waste tire or a |
| | material |
| 217 | derived from the waste tire for recycling. |
| 218 | (d) A recycler is not eligible to receive partial reimbursement for |
| | transportation or |
| 219 | processing costs for baling: |
| 220 | (i) whole waste tires; or |
| 221 | (ii) materials derived from waste tires that are larger than shredded waste |
| | tires. |
| 222 | (2) Subject to the limitations in Section 19.6.216, a recycler is entitled to: |

| 223 | (a) [\$65] <u>\$80</u> as partial reimbursement for [each] <u>a</u> ton of waste tires or |
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| | material |
| 224 | derived from waste tires converted to crumb rubber, if a contract exists for the sale |
| | of the |
| 225 | crumb rubber for use as a component in an ultimate product; |
| 226 | (b) \$50 as partial reimbursement for [each] a ton of waste tires or material |
| | derived |
| 227 | from waste tires recycled, other than as crumb rubber; and |
| 228 | (c) \$20 as partial reimbursement for [each] a ton of chipped tires used for a |
| | beneficial |
| 229 | use. |
| 230 | (3) (a) A recycler is eligible for a partial reimbursement if the recycler |
| | establishes, in |
| 231 | cooperation with a tire retailer or transporter, or both, a reasonable schedule to |
| | remove waste |
| 232 | tires in sufficient quantities to allow for economic transportation of waste tires |
| | located in a |
| 233 | municipality, as defined in Section 10-1-104, within the state. |
| 234 | (b) A recycler who is eligible for partial reimbursement under Subsection (3)(a) |
| | may |
| 235 | also receive partial reimbursement for recycling a tire received from a location |
| | within the state |
| 236 | other than those associated with a retail tire business, including a waste tire from a |
| | waste tire |
| 237 | pile or an abandoned waste tire pile, as provided by Section 19-6-810. |
| 238 | (4) A recycler who applies for partial reimbursement under Subsection (1) |
| | shall |
| 239 | demonstrate to the local health department identified in Subsection (1)(a) that: |
| 240 | (a) the waste tire or material derived from a waste tire that qualifies for the |
| 241 | reimbursement was: |
| 242 | (i) (A) removed and transported by a registered waste tire transporter, a |
| | recycler, or a |
| 243 | tire retailer; or |
| 244 | (B) generated by a private person who: |
| 245 | (I) is not a waste tire transporter as defined in Section 19-6-803; and |

H.B. 126 March 6, 2019 - Page 4

| 246 | —————————————————————————————————————— |
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| 247 | (ii) generated in the state; and |
| 248 | (b) if the tire is from a waste tire pile or abandoned waste tire pile, the recycler |
| 249 | complied with the requirements of Section 19-6-810. |

Respectfully,

Ralph Okerlund Chair

Voting: 7-0-2 5 HB0126.SC1.wpd 3/6/1910:7 am ballred/JBA PO/BJB