#### **Representative Lee B. Perry** proposes the following substitute bill:

1	WASTE MANAGEMENT AMENDMENTS
2	2018 GENERAL SESSION
3	STATE OF UTAH
4	Chief Sponsor: Lee B. Perry
5	Senate Sponsor: Evan J. Vickers
6 7	LONG TITLE
8	General Description:
9	This bill deals with fees set by the Division of Waste Management and Radiation
10	Control.
11	Highlighted Provisions:
12	This bill:
13	<ul> <li>creates the Division of Waste Management and Radiation Control Expendable</li> </ul>
14	Revenue Fund and describes the uses of the fund;
15	<ul> <li>requires the Division of Waste Management and Radiation Control to upgrade</li> </ul>
16	technology;
17	<ul> <li>states that the annual fee schedule set by the Division of Waste Management and</li> </ul>
18	Radiation Control shall be equitable and fair, though not necessarily equal or
19	uniform;
20	<ul> <li>provides criteria in setting the annual fee schedule;</li> </ul>
21	<ul> <li>authorizes a landfill to conduct a self-inspection with reporting to the Division of</li> </ul>
22	Waste Management and Radiation Control;
23	<ul> <li>provides a repeal date; and</li> </ul>
24	<ul> <li>makes technical changes.</li> </ul>
25	Money Appropriated in this Bill:

26	None
27	Other Special Clauses:
28	This bill provides a special effective date.
29	Utah Code Sections Affected:
30	AMENDS:
31	19-1-108, as last amended by Laws of Utah 2013, Chapter 330
32	19-6-109, as last amended by Laws of Utah 2012, Chapter 360
33	19-6-119, as last amended by Laws of Utah 2017, Chapter 281
34	19-6-307, as last amended by Laws of Utah 2013, Chapter 400
35	63I-2-219, as last amended by Laws of Utah 2016, Chapter 369
36	ENACTS:
37	<b>19-6-126</b> , Utah Code Annotated 1953
38	
39	Be it enacted by the Legislature of the state of Utah:
40	Section 1. Section 19-1-108 is amended to read:
41	19-1-108. Creation of Environmental Quality Restricted Account Purpose of
42	restricted account Sources of funds Uses of funds.
43	(1) There is created the Environmental Quality Restricted Account.
44	(2) The sources of money for the restricted account are:
45	(a) radioactive waste disposal fees collected under Sections 19-3-106 and 19-3-106.4
46	and other fees collected under Subsection 19-3-104(5);
47	(b) hazardous waste disposal fees collected under Section 19-6-118;
48	(c) PCB waste disposal fees collected under Section 19-6-118.5;
49	(d) nonhazardous solid waste disposal fees collected under Section 19-6-119; and
50	(e) the investment income derived from money in the Environmental Quality
51	Restricted Account.
52	(3) In each fiscal year[ <del>,</del> ]:
53	(a) the first [ $\frac{400,000}{200,000}$ collected from the waste disposal fees listed in
54	Subsection (2), collectively, shall be deposited in the [General Fund as free revenue. The
55	balance] Division of Waste Management and Radiation Control Expendable Revenue Fund
56	created in Section 19-6-126; and

57	(b) the balance of the money collected from the waste disposal fees listed in Subsection
58	(2), collectively, shall be deposited in the Environmental Quality Restricted Account.
59	(4) The Legislature may annually appropriate money from the Environmental Quality
60	Restricted Account to the department for the costs of administering:
61	(a) [the department for the costs of administering] radiation control programs; and
62	(b) [the department for the costs of administering] solid and hazardous waste
63	programs[ <del>; and</del> ].
64	[(c) subject to Subsection (6), the Hazardous Substances Mitigation Fund, up to
65	\$400,000, to provide money to:]
66	(5) Each year beginning July 1, 2018, and ending on June 30, 2022, the Division of
67	Finance shall transfer \$200,000 from the Environmental Quality Restricted Account to the
68	Hazard Substances Mitigation Fund, to provide money to:
69	[(i)] (a) meet the state's cost share requirements for cleanup under the Comprehensive
70	Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. Sec. 9601 et seq.
71	as amended; and
72	[(ii)] (b) respond to an emergency as provided in Section 19-6-309.
73	[(5)] (6) After the requirements of Subsection (3) are met, sources of money for the
74	restricted account described in Subsection (2)(a) may only be used for the purpose described in
75	Subsection (4)(a).
76	[(6) An annual request for money to be appropriated from the Environmental Quality
77	Restricted Account to the Hazardous Substances Mitigation Fund may be made by the
78	department only after the executive director's review of the Environmental Quality Restricted
79	Account's or the Hazardous Substances Mitigation Fund's balance as of the end of the fiscal
80	year immediately before the general session for which the request is made.]
81	(7) In order to stabilize funding for the radiation control program and the solid and
82	hazardous waste program, the Legislature shall in years of excess revenues reserve in the
83	Environmental Quality Restricted Account sufficient money to meet departmental needs in
84	years of projected shortages.
85	(8) The Legislature may not appropriate money from the General Fund to the
86	department as a supplemental appropriation to cover the costs of the radiation control program
87	and the solid and hazardous waste program in an amount exceeding 25% of the amount of

88 waste disposal fees collected during the most recent prior fiscal year.

89 (9) Money appropriated under this part that is not expended at the end of the fiscal year90 lapses into the Environmental Quality Restricted Account.

91 (10) (a) The balance in the Environmental Quality Restricted Account may not exceed
92 \$4,000,000 above the anticipated revenue need for the money in the restricted account for the
93 fiscal year.

94 (b) Excess funds under Subsection (10)(a) shall be credited on a proportionate basis to 95 each person who paid money to the fund in the previous fiscal year.

96 Section 2. Section **19-6-109** is amended to read:

**19-6-109.** Inspections authorized -- Fines for a self-inspected facility.

98 [Any] (1) A duly authorized officer, employee, or representative of the director may, at
 99 any reasonable time and upon presentation of appropriate credentials, enter upon and inspect
 100 any property, premise, or place on or at which solid or hazardous wastes are generated,

101 transported, stored, treated, or disposed of, and have access to and the right to copy any records

102 relating to the wastes, for the purpose of ascertaining compliance with this part and the rules of

103 the board. [Those persons referred to in this section]

104 (2) An inspector may also inspect any waste and obtain waste samples, including
 105 samples from any vehicle in which wastes are being transported or samples of any containers or
 106 labels.

107 (3) Any person obtaining samples shall give to the owner, operator, or agent a receipt 108 describing the sample obtained and, if requested, a portion of each sample of waste equal in 109 volume or weight to the portion retained.

110 (4) If any analysis is made of those samples, a copy of the results of that analysis shall
111 be furnished promptly to the owner, operator, or agent in charge.

(5) (a) Notwithstanding any other provision of this section, by January 1, 2019, the
 division shall ensure that an owner or operator of a solid waste management facility may elect
 to self-inspect the solid waste management facility.

(b) (i) The division shall create a training program to teach the owner or operator of a

solid waste management facility how to self-inspect the owner or operator's solid waste

117 <u>management facility.</u>

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118 (ii) The training described in Subsection (5)(b)(i) shall be no longer than five hours

119	total.
120	(c) An owner or operator that elects to self-inspect a solid waste management facility
121	under Subsection (5)(a) shall:
122	(i) provide all information to the division that is required by this chapter and any rules
123	issued by the board; and
124	(ii) conduct the self-inspection annually and send a certified self-inspection report to
125	the division upon completion.
126	(d) The division shall ensure that a solid waste management facility is inspected by an
127	authorized division employee:
128	(i) every three to five years, if the solid waste management facility does not elect to
129	self-inspect under Subsection (5)(a);
130	(ii) at least once every five years, regardless of whether the solid waste management
131	facility elects to self-inspect under Subsection (5)(a);
132	(iii) promptly upon receipt of a valid complaint about the solid waste management
133	facility; and
134	(iv) upon request by the solid waste management facility or upon issuance of a notice
135	of violation.
136	(6) The division shall ensure that a fine assessed against a solid waste management
137	facility that elects to self-inspect for a violation of this chapter or a rule made by the board is
138	higher than the fine that would be assessed against a solid waste management facility that does
139	not elect to self-inspect.
140	Section 3. Section 19-6-119 is amended to read:
141	19-6-119. Nonhazardous solid waste disposal fees.
142	(1) (a) Through December 31, 2018, and except as provided in Subsection (4), the
143	owner or operator of a commercial nonhazardous solid waste disposal facility or incinerator
144	shall pay the following fees for waste received for treatment or disposal at the facility if the
145	facility or incinerator is required to have operation plan approval under Section 19-6-108 and
146	primarily receives waste generated by off-site sources not owned, controlled, or operated by the
147	facility or site owner or operator:
148	(i) 13 cents per ton on all municipal waste and municipal incinerator ash;
149	(ii) 50 cents per ton on the following wastes if the facility disposes of one or more of

150	the following wastes in a cell exclusively designated for the waste being disposed:
151	(A) construction waste or demolition waste;
152	(B) yard waste, including vegetative matter resulting from landscaping, land
153	maintenance, and land clearing operations;
154	(C) dead animals;
155	(D) waste tires and materials derived from waste tires disposed of in accordance with
156	Title 19, Chapter 6, Part 8, Waste Tire Recycling Act; and
157	(E) petroleum contaminated soils that are approved by the director; and
158	(iii) \$2.50 per ton on:
159	(A) all nonhazardous solid waste not described in Subsections (1)(a)(i) and (ii); and
160	(B) (I) fly ash waste;
161	(II) bottom ash waste;
162	(III) slag waste;
163	(IV) flue gas emission control waste generated primarily from the combustion of coal
164	or other fossil fuels;
165	(V) waste from the extraction, beneficiation, and processing of ores and minerals; and
166	(VI) cement kiln dust wastes.
167	(b) A commercial nonhazardous solid waste disposal facility or incinerator subject to
168	the fees under Subsection (1)(a)(i) or (ii) is not subject to the fee under Subsection (1)(a)(iii)
169	for those wastes described in Subsections (1)(a)(i) and (ii).
170	(c) The owner or operator of a facility described in Subsection 19-6-102(3)(b)(iii) shall
171	pay a fee of 13 cents per ton on all municipal waste received for disposal at the facility.
172	(2) (a) Through December 31, 2018, and except as provided in Subsections (2)(c) and
173	(4), a waste facility that is owned by a political subdivision shall pay the following annual
174	facility fee to the department by January 15 of each year:
175	(i) \$800 if the facility receives 5,000 or more but fewer than 10,000 tons of municipal
176	waste each year;
177	(ii) \$1,450 if the facility receives 10,000 or more but fewer than 20,000 tons of
178	municipal waste each year;
179	(iii) \$3,850 if the facility receives 20,000 or more but fewer than 50,000 tons of
180	municipal waste each year;

181	(iv) \$12,250 if the facility receives 50,000 or more but fewer than 100,000 tons of
182	municipal waste each year;
183	(v) \$14,700 if the facility receives 100,000 or more but fewer than 200,000 tons of
184	municipal waste each year;
185	(vi) \$33,000 if the facility receives 200,000 or more but fewer than 500,000 tons of
186	municipal waste each year; and
187	(vii) \$66,000 if the facility receives 500,000 or more tons of municipal waste each
188	year.
189	(b) The fee identified in Subsection (2)(a) for 2018 shall be paid by January 15, 2019.
190	(c) Through December 31, 2018, and except as provided in Subsection (4), a waste
191	facility that is owned by a political subdivision shall pay \$2.50 per ton for:
192	(i) nonhazardous solid waste that is not a waste described in Subsection (1)(a)(i) or (ii)
193	received for disposal if the waste is:
194	(A) generated outside the boundaries of the political subdivision; and
195	(B) received from a single generator and exceeds 500 tons in a calendar year; and
196	(ii) waste described in Subsection (1)(a)(iii)(B) received for disposal if the waste is:
197	(A) generated outside the boundaries of the political subdivision; and
198	(B) received from a single generator and exceeds 500 tons in a calendar year.
199	(d) Waste received at a facility owned by a political subdivision under Subsection
200	(2)(c) may not be counted as part of the total tonnage received by the facility under Subsection
201	(2)(a).
202	(3) (a) As used in this Subsection (3):
203	(i) "Recycling center" means a facility that extracts valuable materials from a waste
204	stream or transforms or remanufactures the material into a usable form that has demonstrated
205	or potential market value.
206	(ii) "Transfer station" means a permanent, fixed, supplemental collection and
207	transportation facility that is used to deposit collected solid waste from off-site into a transfer
208	vehicle for transport to a solid waste handling or disposal facility.
209	(b) Through December 31, 2018, and except as provided in Subsection (4), the owner
210	or operator of a transfer station or recycling center shall pay to the department the following
211	fees on waste sent for disposal to a nonhazardous solid waste disposal or treatment facility that

02-21-18 2:33 PM

212	is not subject to a fee under this section:
213	(i) \$1.25 per ton on:
214	(A) all nonhazardous solid waste; and
215	(B) waste described in Subsection (1)(a)(iii)(B);
216	(ii) 10 cents per ton on all construction and demolition waste; and
217	(iii) 5 cents per ton on all municipal waste or municipal incinerator ash.
218	(c) Wastes subject to fees under Subsection (3)(b)(ii) or (iii) are not subject to the fee
219	required under Subsection (3)(b)(i).
220	(4) The owner or operator of a waste disposal facility that receives nonhazardous solid
221	waste described in Subsection (1)(a)(iii)(B) is not required to pay any fee on those
222	nonhazardous solid wastes if received solely for the purpose of recycling, reuse, or
223	reprocessing.
224	(5) Through December 31, 2018, and except as provided in Subsection (2)(a), a facility
225	required to pay fees under this section shall:
226	(a) calculate the fees by multiplying the total tonnage of nonhazardous solid waste
227	received during the calendar month, computed to the first decimal place, by the required fee
228	rate;
229	(b) pay the fees imposed by this section to the department by the 15th day of the month
230	following the month in which the fees accrued; and
231	(c) with the fees required under Subsection (6)(b), submit to the department, on a form
232	prescribed by the department, information that verifies the amount of nonhazardous solid waste
233	received and the fees that the owner or operator is required to pay.
234	(6) (a) In accordance with Section 63J-1-504, on or before July 1, 2018, and each fiscal
235	year thereafter, the department shall establish a fee schedule for the treatment, transfer, and
236	disposal of all nonhazardous solid waste.
237	(b) The department shall, before establishing the <u>annual</u> fee schedule described in
238	Subsection (6)(a), consult with industry and local government and complete a review of
239	program costs and indirect costs of regulating nonhazardous solid waste in the state and use the
240	findings of the review to create the fee schedule.
241	(c) The fee schedule described in Subsection (6)(a) shall:
242	(i) create an equitable and fair, though not necessarily equal or uniform, fee to be paid

#### 02-21-18 2:33 PM

243 by all persons whose treatment, transfer, or disposal of nonhazardous solid waste creates a 244 regulatory burden to the department, based on the actual cost as described in Section 19-6-126, 245 except as provided in Subsection (6)(d); 246 (ii) cover the fully burdened costs of the program and provide for reasonable and 247 timely oversight by the department; 248 (iii) adequately meet the needs of industry, local government, and the department, 249 including enabling the department to employ the appropriate number of qualified personnel to appropriately oversee industry and local government regulation: 250 251 (iv) provide stable funding for the Environmental Quality Restricted Account created 252 in Section 19-1-108; and 253 (v) [give consideration to a fee differential regarding] for solid waste managed at a 254 transfer facility, be no greater than [50 percent of the fee set for the treatment or disposal of the 255 same solid wastel the cost of regulatory services provided to the transfer facility. (d) Any person who treats, transfers, stores, or disposes of solid waste from the 256 257 extraction, beneficiation, and processing of ores and minerals on a site owned, controlled, or 258 operated by that person may not be charged a fee under this section for the treatment, transfer, 259 storage, or disposal of solid waste from the extraction, beneficiation, and processing of ores 260 and minerals that are generated: 261 (i) on-site by the person; or 262 (ii) by off-site sources owned, controlled, or operated by the person. 263 (e) The fees in the fee schedule established by Subsection (6)(a) shall take effect on 264 January 1, 2019. 265 (7) On and after January 1, 2019, a facility required to pay fees under this section shall: 266 (a) pay the fees imposed by this section to the department by the 15th day of the month 267 following the quarter in which the fees accrued; and 268 (b) with the fees required under Subsection (7)(a), submit to the department, on a form 269 prescribed by the department, information that verifies the amount of nonhazardous solid waste 270 received and the fees that the owner or operator is required to pay. 271 (8) In setting the fee schedule described in Subsection (6)(a), the department shall 272 ensure that a party is not charged multiple fees for the same solid waste, except the department 273 may charge a separate fee for a transfer station.

274	(9) The department shall:
275	(a) deposit all fees received under this section into the Environmental Quality
276	Restricted Account created in Section 19-1-108; and
277	(b) in preparing its budget for the governor and the Legislature, separately indicate the
278	amount of the department's budget necessary to administer the solid and hazardous waste
279	program established by this part.
280	(10) The department may contract or agree with a county to assist in performing
281	nonhazardous solid waste management activities, including agreements for:
282	(a) the development of a solid waste management plan required under Section
283	17-15-23; and
284	(b) pass-through of available funding.
285	(11) This section does not exempt any facility from applicable regulation under the
286	Atomic Energy Act, 42 U.S.C. Sec. 2014 and 2021 through 2114.
287	(12) The department shall report to the Natural Resources, Agriculture, and
288	Environment Interim Committee by November 30, 2017, on the fee schedule described in
289	Subsection (6)(a).
290	Section 4. Section <b>19-6-126</b> is enacted to read:
291	<u>19-6-126.</u> Division of Waste Management and Radiation Control Expendable
292	Revenue Fund.
293	(1) There is created the Division of Waste Management and Radiation Control
294	Expendable Revenue Fund.
295	(2) The fund consists of money deposited in the fund pursuant to Section 19-1-108.
296	(3) The Division of Waste Management and Radiation Control may expend money in
297	the fund to upgrade technology for permitting and compliance purposes, and other expenditures
298	that will result in increased efficiency and reduced cost, as described in this section.
299	(4) The technology upgrade authorized in this section shall be designed to assist the
300	division in the following ways:
301	(a) allowing forms to be digitized and accessible online for:
302	(i) completion and submission by a division employee; and
303	(ii) review by a regulated facility;
505	(II) Teview by a regulated facility,

305	facilities; and
306	(c) increasing employee efficiency and government transparency.
307	(5) The Division of Waste Management and Radiation Control may use money in the
308	fund to create training materials for the owner or operator of a solid waste management facility
309	to learn how to self-inspect the solid waste management facility.
310	(6) (a) Once the technology described in this section is in place, the Division of Waste
311	Management and Radiation Control shall implement a method for a solid waste management
312	facility to use the technology to self-inspect as described in Section 19-6-109.
313	(b) Before the technology described in this section is in place, an owner or operator
314	who elects to self-inspect shall use the standard form used by a Division of Waste Management
315	and Radiation Control employee to conduct an inspection.
316	(7) In implementing this section, the Division of Waste Management and Radiation
317	Control shall work with the Department of Technology Services.
318	(8) On December 31, 2019, the Division of Finance shall transfer any money remaining
319	in the fund to the General Fund.
320	Section 5. Section <b>19-6-307</b> is amended to read:
321	19-6-307. Hazardous Substances Mitigation Fund Uses.
322	(1) There is created an expendable special revenue fund entitled the "Hazardous
323	Substances Mitigation Fund."
324	(2) The fund consists of money generated from the following revenue sources:
325	(a) any voluntary contributions received for the cleanup of hazardous substances
326	facilities;
327	(b) appropriations made to the fund by the Legislature; [and]
328	(c) money received by the state under Section 19-6-310 and Section 19-6-316[-]; and
329	(d) money from waste disposal fees, as described in Section 19-1-108.
330	(3) (a) The fund shall earn interest.
331	(b) All interest earned on fund money shall be deposited into the fund.
332	(4) The executive director may use fund money to:
333	(a) take emergency action as provided in Sections 19-6-309 and 19-6-310;
334	(b) conduct remedial investigations as provided in Sections 19-6-314 through

**335 19-6-316**;

336	(c) pay the amount required by the federal government as the state's portion of the cost
337	of cleanups under authority of CERCLA, as appropriated by the Legislature for that purpose;
338	and
339	(d) pay the amount required by the federal government as the state's portion of the cost
340	of cleanups under 42 U.S.C. 6991 et seq., the Leaking Underground Storage Tank Trust Fund,
341	as appropriated by the Legislature for that purpose.
342	Section 6. Section 63I-2-219 is amended to read:
343	63I-2-219. Repeal dates Title 19.
344	[(1) Subsection 19-1-403(2)(c)(i), the language that states "minus the amount of any
345	tax credit claimed under Section 59-7-605 or 59-10-1009" is repealed on January 1, 2017.]
346	[(2) Subsection 19-1-403(2)(c)(ii), the language that states "minus the amount of any
347	tax credit claimed under Section 59-7-605 or 59-10-1009" is repealed on January 1, 2017.]
348	(1) (a) Subsection <u>19-1-108</u> (3)(a) is repealed on June 30, 2019.
349	(b) When repealing Subsection 19-1-108(3)(a), the Office of Legislative Research and
350	General Counsel shall, in addition to its authority under Subsection 36-12-12(3), make
351	necessary changes to subsection numbering and cross references.
352	(2) Section <u>19-6-126</u> is repealed on January 1, 2020.
353	Section 7 Effective date

353 Section 7. Effective date.

354 <u>This bill takes effect on July 1, 2018.</u>