By: Chism To:

Conservation and Water Resources

HOUSE BILL NO. 1297

1	AN ACT TO AMEND SECTION 17-17-425, MISSISSIPPI CODE OF 1972,
2	TO REGULATE CERTAIN SALES OF WASTE TIRE FUEL SUPPLEMENTS; TO
3	PROVIDE THAT IF A WASTE TIRE PROCESSOR AND A USER OF WASTE TIRES
4	AS A FUEL SUPPLEMENT HAVE EACH RECEIVED AN INCENTIVE GRANT, FROM
5	THE PORTION OF THE ENVIRONMENTAL PROTECTION TRUST FUND GENERATED
6	BY WASTE TIRE FEES, THEN THE AMOUNT CHARGED BY THE PROCESSOR TO
7	THE USER SHALL BE CAPPED; TO PROVIDE THAT THE MAXIMUM AMOUNT THAT
8	THE PROCESSOR MAY CHARGE IN SUCH A CASE SHALL BE THE AMOUNT
9	ESTABLISHED AT THE TIME THE USER, NOT THE PROCESSOR, RECEIVED AN
10	INCENTIVE GRANT; TO REQUIRE THE PROCESSOR TO FIRST OFFER TO SELL
11	WASTE TIRE FUEL SUPPLEMENTS TO THOSE USERS WHO ALSO HAVE RECEIVED
12	AN INCENTIVE GRANT; AND FOR RELATED PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- SECTION 1. Section 17-17-425, Mississippi Code of 1972, is
- 15 amended as follows:[HS1]
- 16 17-17-425. (1) Beginning July 1, 1995, monies allocated to
- 17 the Environmental Protection Trust Fund from waste tire fees shall
- 18 be accounted for in a waste tire account and shall be utilized for
- 19 the following purposes:
- 20 (a) Not more than thirty percent (30%) shall be
- 21 utilized for making grants to counties, municipalities or regional
- 22 solid waste management authorities for providing a waste tire
- 23 collection program for small quantity waste tire generators as
- 24 provided in Section 17-17-409 and for use in clean-up of small
- 25 scattered unauthorized waste tire dumps not abated under Section
- 26 17-17-419;
- 27 (b) Not more than twenty percent (20%) shall be
- 28 utilized by the department for abatement of unauthorized waste
- 29 tire dumps as provided in Section 17-17-419;
- 30 (c) Not more than twenty-five percent (25%) shall be
- 31 utilized (i) to provide incentive grants to persons that will

- 32 manufacture products from waste tires, use recovered rubber from
- 33 waste tires or use waste tires as a fuel or fuel supplement,
- 34 (ii) to provide funding for research and demonstration projects
- 35 directly related to solving solid waste problems resulting from
- 36 waste tires, including the use of innovative technologies for the
- 37 processing of waste tires, (iii) to provide an incentive
- 38 reimbursement to end users for the costs of using waste tires or
- 39 waste tire derived materials where those tires originate in the
- 40 State of Mississippi, if the commission determines an incentive is
- 41 necessary to promote market development. The commission may
- 42 determine legitimate end uses that may be eligible for
- 43 reimbursement and an acceptable rate of reimbursement.
- (d) Not more than twenty-five percent (25%) shall be
- 45 utilized by the department to pay the costs of administering these
- 46 funds and the waste tire management program required under
- 47 Sections 17-17-405, 17-17-407, 17-17-411, 17-17-413, 17-17-419 and
- 48 17-17-423.
- 49 (2) To provide for the maximum effective use of funds in the
- 50 waste tire account, the commission, upon determination that unused
- 51 funds are available in a particular program as described above,
- 52 may reallocate funds between the programs described in paragraphs
- 53 (a) through (c) of subsection (1) to exceed the percentage
- thresholds.
- 55 (3) The commission may consolidate any grant provided under
- 56 this section with any grant provided under the local governments
- 57 solid waste assistance program or the Right-Way-To-Throw-Away
- 58 Program. Funds provided through any consolidated grant shall be
- 59 used in accordance with the program under which the funds are
- 60 provided.
- 61 (4) The commission shall establish a statewide plan for the
- 62 use of monies received under Sections 17-17-401 through 17-17-427
- 63 and shall adopt regulations for administering this fund. The
- 64 regulations shall include eligibility requirements for persons
- 65 requesting incentive grants and funding for research and
- 66 demonstration projects. No incentive grant or research and
- 67 demonstration project funding may be awarded for an activity which
- 68 receives less than seventy-five percent (75%) of its waste tires

- 69 from Mississippi waste tires sites, retailers or residents. The
- 70 commission may consider requests for funding from applicants who
- 71 do not meet this requirement contingent upon the applicant
- 72 demonstrating that the activity does or will accept Mississippi
- 73 tires and that the award of the requested funding would be in the
- 74 best interest of the State of Mississippi. The burden of proof
- 75 shall be on the applicant to show that eligibility requirements
- 76 have been met.
- 77 (5) For the purpose of establishing a statewide plan for the
- 78 use of monies received under Sections 17-17-401 through 17-17-427
- 79 and proposing regulations for administering this fund, including
- 80 eligibility requirements and application priorities, the
- 81 commission shall create an advisory council consisting of members
- 82 of the tire industry, the general public, the department, and the
- 83 Department of Economic and Community Development.
- 84 (6) The department shall provide technical assistance, upon
- 85 written request, to a municipality, county or group of counties
- 86 desiring assistance in applying for waste tire grants or choosing
- 87 a method of waste tire management which would be an eligible use
- 88 of the grant funds.
- 89 (7) Subject to the authority of the commission in subsection
- 90 (2) of this section, monies existing in the waste tire account of
- 91 the Environmental Protection Trust Fund on July 1, 1995, shall
- 92 remain in the account as previously allocated but those monies
- 93 which have been allocated for incentive grants or research and
- 94 demonstration awards shall be combined as described in subsection
- 95 (1)(c) of this section.
- 96 (8) If a waste tire processor and a user of waste tires as a
- 97 <u>fuel supplement have each received an incentive grant under</u>
- 98 subsection (1)(c)(i), then the amount charged, per ton of the
- 99 <u>waste tire fuel supplement, by the processor to the user may not</u>
- 100 exceed the amount established at the time the grant was awarded to
- 101 the user. Further, any waste tire processor who has received such

- 102 <u>a grant must first offer to sell any waste tire fuel supplements</u>
- 103 that it produces to those users of waste tires as a fuel
- 104 <u>supplement who also have received a grant.</u>
- 105 SECTION 2. This act shall take effect and be in force from
- 106 and after July 1, 2000.