

**Second Regular Session
Seventy-fourth General Assembly
STATE OF COLORADO**

REENGROSSED

*This Version Includes All Amendments
Adopted in the House of Introduction*

LLS NO. 24-0517.01 Christopher McMichael x4775

SENATE BILL 24-123

SENATE SPONSORSHIP

Priola and Hansen, Jaquez Lewis, Winter F.

HOUSE SPONSORSHIP

Mauro and Froelich,

Senate Committees

Finance
Appropriations

House Committees

A BILL FOR AN ACT

101 **CONCERNING THE CREATION OF AN ENTERPRISE THAT IS EXEMPT FROM**
102 **THE REQUIREMENTS OF SECTION 20 OF ARTICLE X OF THE STATE**
103 **CONSTITUTION TO ADMINISTER A FEE-BASED WASTE TIRE**
104 **MANAGEMENT PROGRAM, AND, IN CONNECTION THEREWITH,**
105 **MAKING AN APPROPRIATION.**

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://leg.colorado.gov>.)

The bill creates the waste tire management enterprise (enterprise). Under current law, when a consumer buys new tires, the retailer charges

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters or bold & italic numbers indicate new material to be added to existing law.
Dashes through the words or numbers indicate deletions from existing law.

SENATE
3rd Reading Unamended
April 17, 2024

SENATE
Amended 2nd Reading
April 16, 2024

the consumer a waste tire fee (fee) that is then collected by the department of public health and environment (department) and distributed into 2 separate cash funds:

- The waste tire administration, enforcement, market development, and cleanup fund; and
- The end users fund.

The department uses the money in the waste tire administration, enforcement, market development, and cleanup fund for various purposes related to waste tire recycling and management. The department uses the money in the end users fund to issue rebates to end users of waste tires.

The bill shifts the following responsibilities from the department to the enterprise:

- Collecting the fee;
- Managing the waste tire administration, enforcement, market development, and cleanup fund and the end users fund;
- Issuing rebates to end users; and
- In conjunction with the solid and hazardous waste commission, overseeing the activities of waste tire haulers, waste tire generators, waste tire collection facilities, waste tire processors, mobile processors, waste tire monofills, end users, and used tire management.

The bill extends the amount of time that the fee may be collected, from December 31, 2025, until December 31, 2040.

The enterprise is operated by a board of directors appointed by the executive director of the department. The enterprise's primary duties and functions are to:

- Collect the fee;
- Promote waste tire recycling and management strategies for Colorado;
- Issue revenue bonds;
- Publish waste tire recycling and management strategies online; and
- Engage the services of contractors, consultants, or legal counsel to provide professional and technical assistance related to the conduct of the enterprise.

Because the enterprise is a government-owned business, the revenue generated by the enterprise is not subject to section 20 of article X of the state constitution.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 30-20-1401, **amend**

1 (1) and (2) as follows:

2 **30-20-1401. Legislative declaration - rules - enforcement -**
3 **recyclable material.** (1) The general assembly hereby finds and declares
4 that:

5 (a) In order to protect the environment and the public health, there
6 is a special need to address problems created by the disposal of waste tires
7 and the lack of recycling and beneficial use REUSE of waste tires; ~~It is the~~
8 ~~policy of this state to pursue proposals for recycling and other beneficial~~
9 ~~use of waste tires in lieu of storage or landfill disposal, and, in addition,~~
10 ~~it is the intent of the general assembly~~

11 (b) In adopting this part 14, ~~to encourage~~ THE GENERAL ASSEMBLY
12 HAS ENCOURAGED the development of techniques for resource recovery,
13 recycling, and reuse of waste tires; ~~and to provide for the management of~~
14 ~~waste tires.~~ HOWEVER, THERE IS STILL ROOM FOR IMPROVEMENT
15 REGARDING THE MANAGEMENT OF WASTE TIRES IN COLORADO;

16 (c) THE MANAGEMENT OF WASTE TIRES AT THE STATE LEVEL
17 PROMOTES ECONOMIC DEVELOPMENT AND PROVIDES SUBSTANTIAL
18 ENVIRONMENTAL IMPACTS ACROSS THE STATE;

19 (d) IT IS IN THE STATE'S INTEREST TO PROVIDE FOR THE RECOVERY,
20 RECYCLING, REUSE, AND MANAGEMENT OF WASTE TIRES THROUGH A
21 GOVERNMENT-RUN ENTERPRISE;

22 (e) PROVIDING STATEWIDE WASTE TIRE RECYCLING, BENEFICIAL
23 REUSE, AND MANAGEMENT CONSTITUTES A VALUABLE SERVICE AND
24 BENEFIT, AND A WASTE TIRE MANAGEMENT ENTERPRISE WOULD PROVIDE
25 USEFUL BUSINESS SERVICES TO TIRE RETAILERS, AUTOMOBILE DEALERS,
26 AUTOMOBILE REPAIR SHOPS, SERVICE STATIONS, AUTOMOTIVE FLEET
27 CENTERS, WASTE TIRE HAULERS, WASTE TIRE COLLECTION FACILITIES,

1 WASTE TIRE PROCESSORS, RECYCLING AND WASTE FACILITIES, LANDFILLS,
2 CONSUMERS, AND ALL RESIDENTS OF COLORADO;

3 (f) THE WASTE TIRE MANAGEMENT ENTERPRISE WILL AID IN THE
4 PROPER MANAGEMENT OF WASTE TIRES BY PROVIDING FINANCIAL
5 INCENTIVES AND REBATES FOR THE RECYCLING OF WASTE TIRES INTO
6 END-USE TIRE-DERIVED PRODUCTS, WHICH FINANCIAL INCENTIVES AND
7 REBATES DIRECTLY COMPENSATE PEOPLE WHO PROPERLY DISPOSE OF OR
8 RECYCLE WASTE TIRES, PROVIDE FEE PAYERS MORE CONVENIENT WASTE
9 TIRE AND DISPOSAL OPTIONS, INCREASE THE PRODUCTION OF TIRE-DERIVED
10 PRODUCTS, AND POSITIVELY IMPACT HUMAN HEALTH AND SAFETY AND
11 THE ENVIRONMENT;

12 (g) IT IS NECESSARY, APPROPRIATE, AND IN THE BEST INTEREST OF
13 THE STATE TO ACKNOWLEDGE THAT, BY PROVIDING THE BUSINESS
14 SERVICES SPECIFIED IN THIS PART 14, THE ENTERPRISE ENGAGES IN AN
15 ACTIVITY CONDUCTED IN THE PURSUIT OF A BENEFIT, GAIN, OR LIVELIHOOD
16 AND THEREFORE OPERATES AS A BUSINESS;

17 (h) CONSISTENT WITH THE DETERMINATION OF THE COLORADO
18 SUPREME COURT IN *NICHOLL V. E-470 PUBLIC HIGHWAY AUTHORITY*, 896
19 P.2d 859 (COLO. 1995), THAT THE POWER TO IMPOSE TAXES IS
20 INCONSISTENT WITH ENTERPRISE STATUS UNDER SECTION 20 OF ARTICLE
21 X OF THE STATE CONSTITUTION, IT IS THE CONCLUSION OF THE GENERAL
22 ASSEMBLY THAT THE WASTE TIRE ENTERPRISE FEE COLLECTED BY THE
23 ENTERPRISE IS A FEE, NOT A TAX, BECAUSE THE FEE IS IMPOSED FOR THE
24 SPECIFIC PURPOSE OF ALLOWING THE ENTERPRISE TO DEFRAY THE COSTS
25 OF PROVIDING THE BUSINESS SERVICES SPECIFIED IN SECTIONS 30-20-1404
26 AND 30-20-1405 TO CONSUMERS WHO ULTIMATELY PAY THE ENTERPRISE
27 FEE, WHICH ENTERPRISE FEE IS IMPOSED AT RATES THAT ARE REASONABLY

1 CALCULATED BASED ON THE COST OF PROVIDING THE SERVICES NEEDED BY
2 THOSE CONSUMERS;

3 (i) SO LONG AS THE ENTERPRISE QUALIFIES AS AN ENTERPRISE FOR
4 THE PURPOSES OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION,
5 THE REVENUE FROM THE WASTE TIRE ENTERPRISE FEE COLLECTED BY THE
6 ENTERPRISE IS NOT STATE FISCAL YEAR SPENDING, AS DEFINED IN SECTION
7 24-77-102 (17), OR STATE REVENUES, AS DEFINED IN SECTION 24-77-103.6
8 (6)(c), AND DOES NOT COUNT AGAINST EITHER THE STATE FISCAL YEAR
9 SPENDING LIMIT IMPOSED BY SECTION 20 OF ARTICLE X OF THE STATE
10 CONSTITUTION OR THE EXCESS STATE REVENUES CAP, AS DEFINED IN
11 SECTION 24-77-103.6 (6)(b)(I); AND

12 (i) THE ENTERPRISE CREATED IN THIS PART 14 IS NECESSARY TO
13 CONTINUE COLORADO'S MANAGEMENT OF WASTE TIRES AND PROVIDE
14 INCENTIVES TO LOCAL GOVERNMENTS; FOR-PROFIT WASTE TIRE
15 MANAGEMENT, RECYCLING, AND REUSE COMPANIES; AND OTHER
16 ORGANIZATIONS THAT ARE INVOLVED IN WASTE TIRE RECYCLING,
17 BENEFICIAL REUSE, AND MANAGEMENT.

18 (2) (a) ~~By May 31, 2015,~~ The commission, IN CONSULTATION
19 WITH THE ENTERPRISE, shall promulgate rules for the implementation and
20 enforcement of this part 14. ~~Until the commission promulgates rules to~~
21 ~~implement and enforce this part 14, the commission's rules in effect on~~
22 ~~July 1, 2014, governing waste tires continue to apply to the extent that~~
23 ~~they do not conflict with this part 14~~ SECTIONS 30-20-1403, 30-20-1404,
24 AND 30-20-1405, AS APPLICABLE.

25 (b) THE COMMISSION, IN CONSULTATION WITH THE DEPARTMENT,
26 SHALL PROMULGATE RULES FOR THE IMPLEMENTATION AND ENFORCEMENT
27 OF SECTIONS 30-20-1403 AND 30-20-1405.5 AND OTHER SECTIONS OF THIS

1 PART 14, AS APPLICABLE.

2 **SECTION 2.** In Colorado Revised Statutes, 30-20-1402, **add**
3 (1.7), (4.5), (12.5), and (14.5) as follows:

4 **30-20-1402. Definitions.** As used in this part 14, unless the
5 context otherwise requires:

6 (1.7) "BOARD OF DIRECTORS" OR "BOARD" MEANS THE BOARD OF
7 DIRECTORS OF THE ENTERPRISE.

8 (4.5) "ENTERPRISE" MEANS THE WASTE TIRE MANAGEMENT
9 ENTERPRISE CREATED IN SECTION 30-20-1403.

10 (12.5) "WASTE TIRE ADMINISTRATION FEE" OR "ADMINISTRATION
11 FEE" MEANS MONEY COLLECTED PURSUANT TO SECTION 30-20-1403
12 (2.5)(b).

13 (14.5) "WASTE TIRE ENTERPRISE FEE" OR "ENTERPRISE FEE" MEANS
14 MONEY COLLECTED PURSUANT TO SECTION 30-20-1403 (2.5)(a).

15 **SECTION 3.** In Colorado Revised Statutes, 30-20-1403, **add**
16 (1)(c), (1.5), (2)(c), (2.5), and (3) as follows:

17 **30-20-1403. Waste tire recycling, beneficial reuse, and**
18 **management - waste tire fees - distribution - rules. (1) (c) THIS**
19 **SUBSECTION (1) IS REPEALED, EFFECTIVE JULY 1, 2025.**

20 (1.5) Enterprise. (a) (I) THERE IS CREATED IN THE DEPARTMENT
21 THE WASTE TIRE MANAGEMENT ENTERPRISE. THE ENTERPRISE IS AND
22 OPERATES AS A GOVERNMENT-OWNED BUSINESS WITHIN THE DEPARTMENT
23 TO COLLECT THE WASTE TIRE ENTERPRISE FEE CHARGED BY RETAILERS OF
24 NEW TIRES PURSUANT TO SUBSECTION (2.5) OF THIS SECTION AND TO USE
25 THE WASTE TIRE ENTERPRISE FEE TO PROMOTE WASTE TIRE RECYCLING,
26 BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES IN COLORADO.

27 (II) THE ENTERPRISE IS AND OPERATES AS A GOVERNMENT-OWNED

1 BUSINESS WITHIN THE DEPARTMENT FOR THE PURPOSE OF CONDUCTING
2 THE BUSINESS ACTIVITIES SPECIFIED IN THIS SECTION. THE ENTERPRISE IS
3 A **TYPE 1** ENTITY, AS DEFINED IN SECTION 24-1-105, AND EXERCISES ITS
4 POWERS AND PERFORMS ITS DUTIES AND FUNCTIONS UNDER THE
5 DEPARTMENT.

6 (III) THE ENTERPRISE CONSTITUTES AN ENTERPRISE FOR PURPOSES
7 OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION SO LONG AS IT
8 RETAINS THE AUTHORITY TO ISSUE REVENUE BONDS AND RECEIVES LESS
9 THAN TEN PERCENT OF ITS TOTAL REVENUES IN GRANTS FROM ALL
10 COLORADO STATE AND LOCAL GOVERNMENTS COMBINED. SO LONG AS IT
11 CONSTITUTES AN ENTERPRISE PURSUANT TO THIS SUBSECTION (1.5)(a),
12 THE ENTERPRISE IS NOT SUBJECT TO SECTION 20 OF ARTICLE X OF THE
13 STATE CONSTITUTION.

14 (IV) THE REPEAL OF THE WASTE TIRE FEE, AS IT EXISTED
15 PURSUANT TO SUBSECTION (1) OF THIS SECTION, PRIOR TO ITS REPEAL IN
16 2025, AND THE CREATION OF THE WASTE TIRE MANAGEMENT ENTERPRISE
17 AS A NEW ENTERPRISE TO CHARGE AND COLLECT A NEW WASTE TIRE
18 ENTERPRISE FEE AS AUTHORIZED BY SUBSECTION (2.5) OF THIS SECTION
19 AND TO PROVIDE AND PROMOTE WASTE TIRE RECYCLING, BENEFICIAL
20 REUSE, AND MANAGEMENT STRATEGIES AND SERVICES FUNDED BY THE
21 WASTE TIRE ENTERPRISE FEE AS A NEW GOVERNMENT-OWNED BUSINESS
22 THAT PROVIDES BUSINESS SERVICES AS A NEW ENTERPRISE FOR THE
23 PURPOSE OF SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION, DOES
24 NOT CONSTITUTE THE QUALIFICATION OF AN EXISTING
25 GOVERNMENT-OWNED BUSINESS AS AN ENTERPRISE FOR THE PURPOSES OF
26 SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION OR SECTION
27 24-77-103.6 (6)(b)(II), AND, THEREFORE, DOES NOT REQUIRE OR

1 AUTHORIZE ADJUSTMENT OF THE STATE FISCAL YEAR SPENDING LIMIT
2 CALCULATED PURSUANT TO SECTION 20 OF ARTICLE X OF THE STATE
3 CONSTITUTION OR THE EXCESS STATE REVENUES CAP, AS DEFINED IN
4 SECTION 24-77-103.6 (6)(b)(I).

5 (V) THE ENTERPRISE IS NECESSARY FOR THE PRESERVATION OF THE
6 PUBLIC PEACE, HEALTH, AND SAFETY AND IS THEREFORE NOT SUBJECT TO
7 THE REQUIREMENTS OF SECTION 24-77-108.

8 (b) THE ENTERPRISE'S PRIMARY POWERS AND DUTIES ARE TO:

9 (I) COLLECT THE WASTE TIRE ENTERPRISE FEE;

10 (II) PROMOTE WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
11 MANAGEMENT STRATEGIES THROUGHOUT COLORADO;

12 (III) ISSUE REVENUE BONDS PAYABLE FROM THE REVENUES OF THE
13 ENTERPRISE TO PROMOTE THE WASTE TIRE RECYCLING, BENEFICIAL REUSE,
14 AND MANAGEMENT STRATEGIES SPECIFIED IN THIS SECTION;

15 (IV) PUBLISH EACH YEAR, ON THE DEPARTMENT'S WEBSITE AND AS
16 OTHERWISE DEEMED APPROPRIATE BY THE BOARD, THE WASTE TIRE
17 RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES THAT THE
18 BOARD HAS PRIORITIZED THROUGH THE COLLECTION OF THE WASTE TIRE
19 ENTERPRISE FEE;

20 (V) ADOPT, AMEND, OR REPEAL POLICIES FOR THE REGULATION OF
21 THE ENTERPRISE'S AFFAIRS AND THE CONDUCT OF THE ENTERPRISE'S
22 BUSINESS CONSISTENT WITH THIS PART 14; ==

23 (VI) (A) CONTRACT WITH ANY PUBLIC OR PRIVATE ENTITY,
24 INCLUDING STATE AGENCIES, CONSULTANTS, AND THE ATTORNEY
25 GENERAL'S OFFICE, FOR PROFESSIONAL AND TECHNICAL ASSISTANCE,
26 OFFICE SPACE AND ADMINISTRATIVE SERVICES, ADVICE, AND OTHER
27 SERVICES RELATED TO THE CONDUCT OF THE AFFAIRS OF THE ENTERPRISE.

1 THE BOARD SHALL ENCOURAGE DIVERSITY IN APPLICANTS FOR CONTRACTS
2 AND SHALL GENERALLY AVOID USING SINGLE-SOURCE BIDS.

3 (B) THE ENTERPRISE SHALL PAY A FAIR MARKET RATE TO ANY
4 PUBLIC ENTITY, PRIVATE ENTITY, CONTRACTOR, OR CONSULTANT, WHICH
5 MAY INCLUDE A STATE AGENCY, THE ATTORNEY GENERAL'S OFFICE, OR
6 THE DEPARTMENT, THAT IS HIRED BY THE ENTERPRISE TO PERFORM DUTIES
7 PURSUANT TO THIS SUBSECTION (1.5)(b); AND

8 (VII) PREPARE AND ADOPT AN ANNUAL BUDGET PURSUANT TO
9 SUBSECTION (1)(h) OF THIS SECTION.

10 (c) THE ENTERPRISE IS GOVERNED BY A BOARD OF DIRECTORS. THE
11 BOARD CONSISTS OF THE FOLLOWING NINE MEMBERS:

12 (I) TWO MEMBERS APPOINTED BY THE EXECUTIVE DIRECTOR OF
13 THE DEPARTMENT TO REPRESENT THE DEPARTMENT, INCLUDING ONE WITH
14 EXPERTISE IN SUSTAINABILITY AND ONE WITH EXPERTISE IN COMPLIANCE;

15 (II) ONE MEMBER APPOINTED BY THE EXECUTIVE DIRECTOR OF THE
16 DEPARTMENT WHO REPRESENTS A COUNTY THAT HAS EXPERIENCE WITH
17 THE MANAGEMENT OF WASTE TIRES; AND

18 (III) SIX MEMBERS APPOINTED BY THE EXECUTIVE DIRECTOR OF
19 THE DEPARTMENT WHO ARE REPRESENTATIVES OF NONPROFIT AND
20 FOR-PROFIT ENTITIES ENGAGED IN THE RECOVERY, RECYCLING, REUSE,
21 AND MANAGEMENT OF WASTE TIRES, INCLUDING A TIRE RETAILER, A
22 WASTE TIRE COLLECTION FACILITY, A WASTE TIRE PROCESSOR, AND A
23 WASTE TIRE HAULER. TO THE EXTENT PRACTICABLE, THE REPRESENTATION
24 OF NONPROFIT AND FOR-PROFIT ENTITIES MUST BE BALANCED EQUALLY.

25 (d) OF THE MEMBERS APPOINTED TO THE BOARD OF DIRECTORS
26 PURSUANT TO SUBSECTION (1.5)(c)(III) OF THIS SECTION, AT LEAST ONE
27 MEMBER MUST DO BUSINESS IN A RURAL COUNTY IN THE STATE.

1 (e) (I) THE MEMBER REPRESENTING THE DEPARTMENT WHO HAS
2 EXPERTISE IN SUSTAINABILITY AND IS APPOINTED PURSUANT TO
3 SUBSECTION (1.5)(c)(I) OF THIS SECTION SHALL CALL THE FIRST MEETING
4 OF THE BOARD.

5 (II) THE BOARD SHALL ELECT A CHAIR FROM AMONG ITS MEMBERS
6 TO SERVE FOR A TERM NOT TO EXCEED TWO YEARS.

7 (III) THE BOARD SHALL MEET QUARTERLY, AND THE CHAIR OF THE
8 BOARD MAY CALL ADDITIONAL MEETINGS AS NECESSARY FOR THE BOARD
9 TO COMPLETE ITS DUTIES.

10 (IV) THE TERM OF OFFICE FOR A BOARD MEMBER IS THREE YEARS;
11 EXCEPT THAT FOUR OF THE SIX MEMBERS APPOINTED PURSUANT TO
12 SUBSECTION (1.5)(c)(III) OF THIS SECTION SERVE INITIAL TERMS OF TWO
13 YEARS. A BOARD MEMBER MAY SERVE UNLIMITED TERMS.

14 (f) (I) A MEMBER OF THE BOARD OF DIRECTORS, EXCEPT FOR
15 MEMBERS APPOINTED PURSUANT TO SUBSECTIONS (1.5)(c)(I) AND
16 (1.5)(c)(II) OF THIS SECTION, MAY RECEIVE A PER DIEM STIPEND WHILE ON
17 OFFICIAL ENTERPRISE BUSINESS.

18 (II) THE PER DIEM STIPEND SHALL BE AT LEAST EQUAL TO THE
19 COLORADO STATE EMPLOYEE PER DIEM FOR INTRA-STATE TRAVEL AS
20 ESTABLISHED BY THE DEPARTMENT OF PERSONNEL.

21 (III) ALL MEMBERS OF THE BOARD OF DIRECTORS MAY RECEIVE
22 REIMBURSEMENT FOR ACTUAL AND NECESSARY EXPENSES INCURRED
23 WHILE ON OFFICIAL ENTERPRISE BUSINESS.

24 (IV) THE ENTERPRISE MAY USE MONEY IN THE WASTE TIRE
25 MANAGEMENT ENTERPRISE FUND, CREATED IN SECTION 30-20-1404, TO
26 PAY THE PER DIEM STIPEND TO A BOARD MEMBER AND TO REIMBURSE A
27 BOARD MEMBER FOR ACTUAL AND NECESSARY EXPENSES INCURRED AS

1 PART OF THE ENTERPRISE'S OPERATING EXPENSES.

2 (g) THE DEPARTMENT SHALL PROVIDE OFFICE SPACE AND
3 ADMINISTRATIVE STAFF TO THE ENTERPRISE, IF REQUESTED BY THE BOARD.
4 IN ACCORDANCE WITH SUBSECTION (1.5)(b)(VI)(B) OF THIS SECTION, THE
5 ENTERPRISE SHALL PAY THE DEPARTMENT A FAIR MARKET RATE FOR ANY
6 OFFICE SPACE OR ADMINISTRATIVE STAFF USED BY THE BOARD IN
7 PERFORMANCE OF THE ENTERPRISE'S DUTIES.

8 (h) (I) THE DEPARTMENT MAY TRANSFER MONEY FROM ANY
9 LEGALLY AVAILABLE SOURCE TO THE ENTERPRISE FOR THE PURPOSE OF
10 DEFRAYING EXPENSES INCURRED BY THE ENTERPRISE BEFORE IT RECEIVES
11 FEE REVENUE. THE ENTERPRISE MAY ACCEPT AND EXPEND ANY MONEY SO
12 TRANSFERRED, AND, NOTWITHSTANDING ANY STATE FISCAL RULE OR
13 GENERALLY ACCEPTED ACCOUNTING PRINCIPLE THAT COULD OTHERWISE
14 BE INTERPRETED TO REQUIRE A CONTRARY CONCLUSION, SUCH A
15 TRANSFER IS A LOAN FROM THE DEPARTMENT TO THE ENTERPRISE THAT IS
16 REQUIRED TO BE REPAID AND IS NOT A GRANT FOR PURPOSES OF SECTION
17 20 (2)(d) OF ARTICLE X OF THE STATE CONSTITUTION OR AS DEFINED IN
18 SECTION 24-77-102 (7).

19 (II) ALL MONEY TRANSFERRED AS A LOAN TO THE ENTERPRISE
20 MUST BE CREDITED TO THE WASTE TIRE ADMINISTRATION, ENFORCEMENT,
21 MARKET DEVELOPMENT, AND CLEANUP FUND, CREATED IN SECTION
22 30-20-1404 (1)(a). LOAN LIABILITIES THAT ARE RECORDED IN THE WASTE
23 TIRE ADMINISTRATION, ENFORCEMENT, MARKET DEVELOPMENT, AND
24 CLEANUP FUND BUT THAT ARE NOT REQUIRED TO BE PAID IN THE CURRENT
25 STATE FISCAL YEAR SHALL NOT BE CONSIDERED WHEN CALCULATING
26 SUFFICIENT STATUTORY FUND BALANCE FOR PURPOSES OF SECTION
27 24-75-109.

1 (III) AS THE ENTERPRISE RECEIVES SUFFICIENT REVENUE IN EXCESS
2 OF EXPENSES, IT SHALL REIMBURSE THE DEPARTMENT FOR THE PRINCIPAL
3 AMOUNT OF ANY LOAN MADE BY THE DEPARTMENT, PLUS INTEREST AT A
4 RATE AGREED UPON BY THE DEPARTMENT AND THE ENTERPRISE.

5 (i) (I) TO ENSURE TRANSPARENCY AND ACCOUNTABILITY, THE
6 ENTERPRISE SHALL PREPARE AND ADOPT AN ANNUAL BUDGET FOR EACH
7 FISCAL YEAR IN ACCORDANCE WITH THE REQUIREMENTS OF PART 1 OF
8 ARTICLE 1 OF TITLE 29 AS IF THE ENTERPRISE WERE A LOCAL
9 GOVERNMENT.

10 (II) THE ENTERPRISE SHALL PROVIDE A COPY OF THE ADOPTED
11 BUDGET TO LEGISLATIVE COUNCIL STAFF AND THE JOINT BUDGET
12 COMMITTEE OF THE GENERAL ASSEMBLY NO LATER THAN THIRTY DAYS
13 AFTER THE ENTERPRISE ADOPTS ITS ANNUAL BUDGET.

14 (III) THE ENTERPRISE SHALL POST A COPY OF THE ENTERPRISE'S
15 ADOPTED BUDGET ON THE ENTERPRISE'S PUBLIC WEBSITE.

16 (2)(c) THIS SUBSECTION (2) IS REPEALED, EFFECTIVE JULY 1, 2025.

17 (2.5) **Waste tire enterprise fee and waste tire administration**
18 **fee.** (a) (I) EFFECTIVE JULY 1, 2025, RETAILERS OF NEW MOTOR VEHICLE
19 TIRES AND NEW TRAILER TIRES SHALL COLLECT A WASTE TIRE ENTERPRISE
20 FEE IN AN AMOUNT TO BE SET BY THE ENTERPRISE, IN COORDINATION WITH
21 THE COMMISSION. THE WASTE TIRE ENTERPRISE FEE AMOUNT MUST NOT
22 EXCEED TWO DOLLARS AND FIFTY CENTS ON THE SALE OF EACH NEW TIRE.
23 THE MAXIMUM PER TIRE ENTERPRISE FEE AMOUNT MAY BE ADJUSTED BY
24 THE ENTERPRISE EVERY TWO YEARS IN ACCORDANCE WITH ANY ANNUAL
25 PERCENTAGE CHANGE IN THE UNITED STATES DEPARTMENT OF LABOR'S
26 BUREAU OF LABOR STATISTICS CONSUMER PRICE INDEX FOR THE
27 DENVER-AURORA-LAKEWOOD METROPOLITAN AREA FOR ALL ITEMS PAID

1 BY ALL URBAN CONSUMERS, OR ITS APPLICABLE SUCCESSOR INDEX.

2 (II) EFFECTIVE JULY 1, 2025, THE BOARD OF DIRECTORS MAY
3 REVIEW THE WASTE TIRE ENTERPRISE FEE ON AN ANNUAL BASIS AND, IN
4 ACCORDANCE WITH THE FEE AMOUNT LIMIT SET FORTH IN SUBSECTION
5 (2.5)(a)(I) OF THIS SECTION, ADJUST THE WASTE TIRE FEE AMOUNT SO
6 THAT THE WASTE TIRE ENTERPRISE FEE IS IMPOSED IN AN AMOUNT THAT
7 IS:

8 (A) REASONABLY RELATED TO THE DIRECT AND INDIRECT COSTS
9 OF OPERATING THE ENTERPRISE IN ACCORDANCE WITH THIS PART 14 AND
10 THE SERVICES PROVIDED BY THE ENTERPRISE, WHICH COSTS MUST NOT
11 EXCEED THE EQUIVALENT OF ONE-HALF OF THE WASTE TIRE ENTERPRISE
12 FEE COLLECTED FOR EACH NEW TIRE SOLD PURSUANT TO THIS SUBSECTION
13 (2.5);

14 (B) SUFFICIENT TO PAY COSTS ASSOCIATED WITH PROVIDING
15 REBATES AS DESCRIBED IN SECTION 30-20-1405; AND

16 (C) SUFFICIENT TO PROVIDE GRANTS TO ELIGIBLE ENTITIES
17 PURSUANT TO THE WASTE TIRE MANAGEMENT GRANT PROGRAM
18 ESTABLISHED IN SECTION 30-20-1418.

19 (b) (I) EFFECTIVE JULY 1, 2025, RETAILERS OF NEW MOTOR
20 VEHICLE TIRES AND NEW TRAILER TIRES SHALL COLLECT A WASTE TIRE
21 ADMINISTRATION FEE IN AN AMOUNT TO BE SET BY THE COMMISSION, IN
22 COORDINATION WITH THE DEPARTMENT.

23 (II) THE COMMISSION MAY REVIEW THE WASTE TIRE
24 ADMINISTRATION FEE ON AN ANNUAL BASIS AND ADJUST THE
25 ADMINISTRATION FEE AMOUNT SO THAT IT COVERS THE DIRECT AND
26 INDIRECT COSTS OF CONDUCTING THE REGULATORY AND ADMINISTRATIVE
27 FUNCTIONS OF THE DEPARTMENT IN IMPLEMENTING THIS PART 14.

1 (III) THE WASTE TIRE ADMINISTRATION FEE AMOUNT MUST NOT
2 EXCEED HALF OF THE AMOUNT OF THE WASTE TIRE ENTERPRISE FEE;
3 EXCEPT THAT THE MINIMUM AMOUNT OF THE WASTE TIRE
4 ADMINISTRATION FEE ON THE SALE OF EACH NEW TIRE MUST BE FIFTY
5 CENTS OR MORE.

6 (c) (I) ON AND AFTER JULY 1, 2025, RETAILERS OF NEW MOTOR
7 VEHICLE TIRES AND NEW TRAILER TIRES SHALL COLLECT BOTH THE
8 ENTERPRISE FEE AND THE ADMINISTRATION FEE FROM THE CONSUMER AT
9 THE POINT OF SALE.

10 (II) THE RECEIPT FROM THE RETAILER TO THE CONSUMER FOR
11 EVERY NEW MOTOR VEHICLE OR NEW TRAILER TIRE PURCHASED MUST
12 CONTAIN THE FOLLOWING STATEMENT IN THE LARGEST BOLD-FACED TYPE
13 CAPABLE BASED ON POINT-OF-SALE SOFTWARE AND ON EXISTING INVOICE
14 PRINTERS, NOT TO EXCEED FIFTEEN POINTS: "SECTION 30-20-1403,
15 COLORADO REVISED STATUTES, REQUIRES RETAILERS TO COLLECT A
16 WASTE TIRE ENTERPRISE FEE SET BY THE WASTE TIRE MANAGEMENT
17 ENTERPRISE, WHICH IS A GOVERNMENT-OWNED BUSINESS WITHIN THE
18 DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT, AND A WASTE
19 TIRE ADMINISTRATION FEE SET BY THE SOLID AND HAZARDOUS WASTE
20 COMMISSION ON THE SALE OF EACH NEW MOTOR VEHICLE TIRE AND
21 EACH NEW TRAILER TIRE."

22 (III) THE RETAILER SHALL SUBMIT TO THE ENTERPRISE BY THE
23 TWENTIETH DAY OF EACH QUARTER OF EACH CALENDAR YEAR THE
24 ENTERPRISE FEE COLLECTED PURSUANT TO THIS SECTION IN THE
25 PRECEDING QUARTER OF THE CALENDAR YEAR, TOGETHER WITH ANY
26 REPORT REQUIRED BY THE ENTERPRISE. THE ENTERPRISE SHALL TRANSMIT
27 THE ENTERPRISE FEES TO THE STATE TREASURER, WHO SHALL CREDIT

1 THEM IN ACCORDANCE WITH SUBSECTION (3)(a) OF THIS SECTION OR AS
2 SPECIFIED IN RULES PROMULGATED BY THE COMMISSION.

3 (IV) THE RETAILER SHALL SUBMIT TO THE DEPARTMENT BY THE
4 TWENTIETH DAY OF EACH QUARTER OF EACH CALENDAR YEAR THE
5 ADMINISTRATION FEE COLLECTED PURSUANT TO THIS SECTION IN THE
6 PRECEDING QUARTER OF THE CALENDAR YEAR, TOGETHER WITH ANY
7 REPORT REQUIRED BY THE DEPARTMENT. THE DEPARTMENT SHALL
8 TRANSMIT THE ADMINISTRATION FEES TO THE STATE TREASURER, WHO
9 SHALL CREDIT THEM IN ACCORDANCE WITH SUBSECTION (3)(b) OF THIS
10 SECTION OR AS SPECIFIED IN RULES PROMULGATED BY THE COMMISSION.

11 (3)(a) BEGINNING ON JULY 1, 2025, THE STATE TREASURER SHALL
12 DISTRIBUTE THE REVENUE FROM THE WASTE TIRE ENTERPRISE FEE
13 ASSESSED IN SUBSECTION (2.5)(a) OF THIS SECTION AS FOLLOWS:

14 (I) THE PORTION OF THE ENTERPRISE FEE COLLECTED TO COVER
15 THE COSTS DESCRIBED IN SUBSECTION (2.5)(a)(II)(A) OF THIS SECTION TO
16 THE WASTE TIRE MANAGEMENT ENTERPRISE FUND CREATED IN SECTION
17 30-20-1404;

18 (II) THE PORTION OF THE ENTERPRISE FEE COLLECTED TO COVER
19 THE COSTS DESCRIBED IN SUBSECTION (2.5)(a)(II)(B) OF THIS SECTION TO
20 THE END USERS FUND CREATED IN SECTION 30-20-1405;

21 (III) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE
22 WASTE TIRE MANAGEMENT ENTERPRISE FUND TO THE WASTE TIRE
23 MANAGEMENT ENTERPRISE FUND. ANY UNEXPENDED AND UNENCUMBERED
24 MONEY IN THE WASTE TIRE MANAGEMENT ENTERPRISE FUND AT THE END
25 OF ANY FISCAL YEAR SHALL REMAIN IN THE WASTE TIRE MANAGEMENT
26 ENTERPRISE FUND.

27 (IV) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE

1 END USERS FUND TO THE END USERS FUND. ANY UNEXPENDED AND
2 UNENCUMBERED MONEY IN THE END USERS FUND AT THE END OF ANY
3 FISCAL YEAR SHALL REMAIN IN THE END USERS FUND.

4 (b) (I) BEGINNING ON JULY 1, 2025, THE STATE TREASURER SHALL
5 DISTRIBUTE THE REVENUE FROM THE WASTE TIRE ADMINISTRATION FEE
6 ASSESSED IN SUBSECTION (2.5)(b) OF THIS SECTION TO THE WASTE TIRE
7 ADMINISTRATION FUND CREATED IN SECTION 30-20-1405.5.

8 (II) ALL INTEREST EARNED ON THE INVESTMENT OF MONEY IN THE
9 WASTE TIRE ADMINISTRATION FUND SHALL BE CREDITED TO THE WASTE
10 TIRE ADMINISTRATION FUND. ANY UNEXPENDED AND UNENCUMBERED
11 MONEY IN THE WASTE TIRE ADMINISTRATION FUND IN EXCESS OF SIXTEEN
12 AND ONE-HALF PERCENT OF THE PREVIOUS STATE FISCAL YEAR'S
13 EXPENDITURES AT THE END OF ANY FISCAL YEAR SHALL REMAIN IN THE
14 WASTE TIRE ADMINISTRATION FUND.

15 =====

16 **SECTION 4.** In Colorado Revised Statutes, 30-20-1404, **amend**
17 (1), (2) introductory portion, (2)(a), (2)(o), (5), (6), and (7); **repeal**
18 (2)(b), (2)(c), (2)(d), (2)(i), (2)(j), (2)(k), (2)(l), (2)(p), (3), (4), and (8);
19 and **add** (2)(q), (2)(r), (2)(s), (2)(t), and (2)(u) as follows:

20 **30-20-1404. Waste tire management enterprise fund - creation**
21 **- rules.** (1) (a) There is ~~hereby~~ created in the state treasury the waste tire
22 ~~administration, enforcement, market development, and cleanup~~
23 MANAGEMENT ENTERPRISE fund, referred to in this section as the "fund",
24 consisting of the fee revenue credited pursuant to section 30-20-1403
25 (2.5)(a) and any other money appropriated OR TRANSFERRED to it. ~~The~~
26 ~~general assembly shall annually appropriate the money in the fund to the~~
27 ~~department for its direct and indirect administrative and enforcement~~

1 ~~costs in administering and enforcing this part 14~~ MONEY CREDITED TO
2 THE FUND IS CONTINUOUSLY APPROPRIATED TO THE ENTERPRISE FOR THE
3 PURPOSES SET FORTH IN THIS SECTION AND TO PAY THE ENTERPRISE'S
4 REASONABLE AND NECESSARY OPERATING EXPENSES.

5 (b) The state treasurer shall credit all interest earned on the
6 investment of money in the fund to the fund. Any unexpended and
7 unencumbered money in the fund ~~in excess of sixteen and one-half~~
8 ~~percent of the previous fiscal year's expenditures~~ at the end of any fiscal
9 year shall ~~be credited~~: REMAIN IN THE FUND.

10 (a) ~~Through December 31, 2025, to the end users fund created in~~
11 ~~section 30-20-1405; and~~

12 (b) ~~On and after January 1, 2026, to the general fund.~~

13 (2) The ~~department shall~~ ENTERPRISE MAY, IN CONSULTATION
14 WITH THE DEPARTMENT, use the money in the fund for:

15 (a) Collecting the WASTE TIRE ENTERPRISE fee assessed in section
16 30-20-1403 (1) (2.5)(a);

17 (b) Inspecting retailers to determine whether all fees are being
18 collected;

19 (c) Enforcing the requirements of this part 14 pursuant to existing
20 authority, including sections 30-20-113 and 30-20-114;

21 (d) Developing a system to address the receipt by registered
22 persons of unmanifested waste tires from unregistered haulers;

23 (i) Providing grants to law enforcement, fire departments, local
24 health departments, state agencies, and any other applicable entities for
25 purchasing equipment and supplies to implement this part 14;

26 (j) Training of and enforcement by entities that enforce this part
27 14;

1 ~~(k) Awarding grants and developing educational programs for~~
2 ~~enforcement, fire prevention and suppression, proper waste tire~~
3 ~~management and disposal, training, and customer technical assistance;~~

4 ~~(l) Maintaining an online complaint form and processes for law~~
5 ~~enforcement, fire departments, and citizens to report potential waste tire~~
6 ~~violations;~~

7 ~~(o) Encouraging waste tire market development; and~~

8 ~~(p) Reimbursing the division of fire prevention and control in the~~
9 ~~department of public safety for;~~

10 ~~(f) Inspections of facilities where waste tires are present~~
11 ~~conducted by the division to determine whether the waste tire collection~~
12 ~~facilities, waste tire processors, and waste tire monofills are in~~
13 ~~compliance with the rules promulgated by the director of the division~~
14 ~~pursuant to section 24-33.5-1203.5 (2); and~~

15 ~~(H) Technical and other assistance the division provides to the~~
16 ~~department or the public related to waste tires, including assistance~~
17 ~~related to;~~

18 ~~(A) The development of fire prevention education materials; and~~

19 ~~(B) Review of fire prevention plans;~~

20 (q) THE PAYMENT OF ANY BONDS ISSUED PURSUANT TO SECTION
21 30-20-1403 (1.5)(b);

22 (r) REIMBURSEMENT OF ANY CONTRACTORS USED FOR CLEANUP
23 AND REMEDIATION ACTIVITIES ENGAGED IN PURSUANT TO SUBSECTIONS
24 (2)(f) AND (2)(g) OF THIS SECTION;

25 (s) THE PAYMENT OF PER DIEM AND THE REIMBURSEMENT OF
26 ACTUAL AND NECESSARY EXPENSES FOR BOARD MEMBERS WHILE ON
27 OFFICIAL ENTERPRISE BUSINESS;

1 (t) FUNDING GRANTS IN ACCORDANCE WITH THE WASTE TIRE
2 MANAGEMENT GRANT PROGRAM ESTABLISHED IN SECTION 30-20-1418;
3 AND

4 (u) ANY OTHER ACTIVITY NECESSARY TO IMPLEMENT SECTION
5 30-20-1403, AS DETERMINED BY THE BOARD OF DIRECTORS.

6 (3) If the department is denied access or if consent to access has
7 not been given to clean up a site where the department reasonably
8 believes waste tires exist illegally, the department may obtain from the
9 district court for the judicial district in which the property is located a
10 warrant to enter the property and remove the waste tires.

11 (4) (a) In addition to any penalties assessed, the department may
12 issue an order requiring the owner or operator to compensate the
13 department for the cost of remediation of the site, and the department may
14 request the attorney general to bring suit for compensation from the
15 owner or operator for money expended remediating the site. The
16 department shall use the recovered moneys to reimburse the fund for
17 actual costs of remediating the site and of seeking compensation pursuant
18 to this section. The state treasurer shall credit all additional moneys to the
19 general fund.

20 (b) The department may place a lien on a property on which the
21 department funds the remediation of waste tires pursuant to this section
22 until the costs of remediation have been repaid to the department. If
23 complete repayment has not been made before a sale of the property, the
24 department shall be repaid in full, to the extent possible, from proceeds
25 of the sale.

26 (5) (a) In providing assistance pursuant to this section, the
27 department ENTERPRISE shall give primary consideration to protection of

1 public health and the environment.

2 (b) In awarding contracts for services pursuant to this section, the
3 ~~department~~ ENTERPRISE may give preferential bidding treatment to
4 individuals or entities that will recycle, pursuant to rules of the
5 department concerning recycling, and reuse, rather than dispose of, the
6 waste tires.

7 (6) The ~~department~~ ENTERPRISE shall, either itself or through a
8 contractor, create a priority abatement list of illegal waste tire disposal
9 sites.

10 (7) The ENTERPRISE, IN COORDINATION WITH THE department and
11 the department of transportation, shall ~~coordinate with one another to~~
12 systematically investigate and research the use of tire-derived aggregates
13 in technically feasible and economically viable civil applications
14 associated with the department of transportation's roadway mission. The
15 department shall include any findings regarding tire-derived aggregates,
16 as appropriate, in the department's annual report to the general assembly.

17 ~~(8) Notwithstanding any other provision of this section, on June~~
18 ~~30, 2020, the state treasurer shall transfer five million three hundred~~
19 ~~seventy-two thousand four hundred fifteen dollars from the fund to the~~
20 ~~general fund.~~

21 **SECTION 5.** In Colorado Revised Statutes, 30-20-1405, **amend**
22 (1), (2)(a) introductory portion, (3), (4)(a), (4)(b) introductory portion, (5)
23 introductory portion, (5)(c) introductory portion, (5)(d), (5)(e)
24 introductory portion, (5)(e)(I), (6) introductory portion, (6)(b)(II), (7), (8)
25 introductory portion, (9), and (10); and **repeal** (1.5) as follows:

26 **30-20-1405. End users fund - creation - quarterly rebates -**
27 **rules - repeal.** (1) (a) There is hereby created in the state treasury the end

1 users fund, referred to in this section as the "fund", consisting of the fee
2 revenue credited pursuant to section ~~30-20-1403 (2)(a)(H)~~ 30-20-1403
3 (3)(a)(II).

4 (b) The state treasurer shall credit all interest and any other return
5 on the investment of money in the fund to the fund. ~~The fund is subject~~
6 ~~to annual appropriation by the general assembly to the department for the~~
7 ~~purposes specified in this section~~ MONEY CREDITED TO THE FUND IS
8 CONTINUOUSLY APPROPRIATED TO THE ENTERPRISE FOR THE PURPOSES SET
9 FORTH IN THIS SECTION.

10 (1.5) ~~Notwithstanding any other provision of this section, on June~~
11 ~~30, 2020, the state treasurer shall transfer one million four hundred~~
12 ~~thousand dollars from the fund to the general fund.~~

13 (2) (a) The ~~department~~ ENTERPRISE, IN CONSULTATION WITH THE
14 DEPARTMENT, shall use the money in the fund to provide quarterly rebates
15 to in-state:

16 (3) The rebate is subject to the following conditions:

17 (a) The ~~department~~ ENTERPRISE shall pay the rebate amount
18 quarterly, on a per-ton basis; and

19 (b) Once the ~~department~~ ENTERPRISE has paid a rebate on a
20 particular quantity of tire-derived product, every part of that particular
21 quantity of tire-derived product is no longer eligible for payment of the
22 rebate.

23 (4) (a) The ~~commission~~ ENTERPRISE, IN CONSULTATION WITH THE
24 COMMISSION, shall annually set the amount of the rebate, ~~by rule~~, on a
25 per-ton basis, and the ~~department~~ ENTERPRISE shall pay the set rebate
26 amount for each ton of qualified tire-derived product. The ~~commission~~
27 ENTERPRISE shall calculate the rebate to equal, but not exceed, the amount

1 of the anticipated income transferred into the fund during each
2 succeeding twelve-month period.

3 (b) Each year, the ~~department~~ ENTERPRISE shall continue to
4 provide the rebate in accordance with the tiered structure set forth in
5 subsection (5)(e) of this section until:

6 (5) The commission shall promulgate rules governing
7 administration of the rebate. ~~which~~ ON AND AFTER THE EFFECTIVE DATE
8 OF THIS SECTION, AS AMENDED, THE COMMISSION SHALL CONSULT WITH
9 THE ENTERPRISE IN ADOPTING RULES GOVERNING ADMINISTRATION OF THE
10 REBATE. THE COMMISSION'S rules must include the following:

11 (c) If the balance of the fund is anticipated to be insufficient to
12 pay out all of the rebates applied for, a requirement that the ~~department~~
13 ENTERPRISE:

14 (d) A requirement that an end user that qualifies for a rebate by
15 utilizing waste tires for:

16 (I) Alternative daily cover must verify with the ~~department~~
17 ENTERPRISE that the alternative daily cover meets all specification
18 standards for all type-B tire-derived aggregate, as established by the
19 ASTM standard D6270; and

20 (II) Tire-derived aggregate must verify with the ~~department~~
21 ENTERPRISE that the tire-derived aggregate meets all specification
22 standards for all type-A AND TYPE-B tire-derived aggregate, as established
23 by the ASTM standard D6270; and

24 (e) Three tiers of rebate amounts that the ~~department~~ ENTERPRISE
25 may pay out based on the amount of the waste tire that was used and
26 destroyed as follows:

27 (I) Tier 1: Full rebates going to crumbed rubber end uses and end

1 uses that completely destroy the waste tire for the purpose of energy
2 recovery or other clean technologies as defined and approved by the
3 ~~commission~~ by rule;

4 (6) The ~~department~~ ENTERPRISE:

5 (b) May deny:

6 ==

7 (II) All future rebates pursuant to this section and grants of money
8 from the waste tire ~~administration, enforcement, market development, and~~
9 ~~cleanup~~ MANAGEMENT ENTERPRISE fund created in section 30-20-1404 to
10 an applicant that knowingly or intentionally provides false information to
11 the ~~department~~ ENTERPRISE when applying for a rebate or for a grant of
12 money from the waste tire ~~administration, enforcement, market~~
13 ~~development, and cleanup~~ MANAGEMENT ENTERPRISE fund.

14 (7) Waste tires obtained from rural counties are eligible for an
15 additional rebate amount of twenty-five dollars per ton; however, the
16 additional rebate amount must not exceed the rebate amount for tier 3
17 rebates as determined by ~~the commission~~ by rule pursuant to subsection
18 (5)(e)(III) of this section. To qualify for the additional rebate amount set
19 forth in this subsection (7), an end user must provide evidence to the
20 ~~department~~ ENTERPRISE documenting the county of origin for each waste
21 tire.

22 (8) The ~~department~~ ENTERPRISE shall require that an end user
23 submit an application for a rebate that contains self-certifications
24 provided by the end user regarding:

25 (9) (a) ON OR AFTER JANUARY 1, 2026, AND UNTIL DECEMBER 31,
26 2041, the ~~department~~ ENTERPRISE may issue rebates ~~after January 1, 2026,~~
27 ~~only for end uses occurring and rebates applied for on or before~~

1 ~~December 31, 2025~~ PURSUANT TO THIS SECTION.

2 (b) The commission, IN CONSULTATION WITH THE ENTERPRISE,
3 shall repeal any rules concerning the fund and implementation of this
4 section once the ~~department~~ ENTERPRISE has issued the final rebates
5 pursuant to subsection (9)(a) of this section.

6 (c) On ~~July 1, 2026~~ JULY 1, 2042, the state treasurer shall transfer
7 any money left in the fund to the general fund.

8 (10) This section is repealed, effective ~~July 1, 2026~~ DECEMBER 31,
9 2042.

10 SECTION 6. In Colorado Revised Statutes, add 30-20-1405.5 as
11 follows:

12 30-20-1405.5. Waste tire administration fund - creation - clean
13 up - reimbursement - penalties - rules. (1) (a) THERE IS CREATED IN
14 THE STATE TREASURY THE WASTE TIRE ADMINISTRATION FUND, REFERRED
15 TO IN THIS SECTION AS THE "FUND".

16 (b) THE FUND CONSISTS OF THE WASTE TIRE ADMINISTRATION FEE
17 REVENUE CREDITED TO THE FUND PURSUANT TO SECTION 30-20-1403
18 (3)(b) AND ANY OTHER MONEY APPROPRIATED OR TRANSFERRED TO IT.

19 (c) MONEY CREDITED TO THE FUND IS CONTINUOUSLY
20 APPROPRIATED TO THE DEPARTMENT FOR THE PURPOSES SET FORTH IN
21 SUBSECTION (2) OF THIS SECTION.

22 (2) THE DEPARTMENT MAY USE THE MONEY IN THE FUND FOR THE
23 REASONABLE DIRECT AND INDIRECT COSTS OF CONDUCTING THE
24 REGULATORY AND ADMINISTRATIVE FUNCTIONS OF THE DEPARTMENT IN
25 IMPLEMENTING THIS PART 14, INCLUDING:

26 (a) INSPECTING NEW MOTOR VEHICLE TIRE AND NEW TRAILER TIRE
27 RETAILERS TO DETERMINE WHETHER ALL FEES ARE BEING COLLECTED;

1 (b) ENFORCING THE REQUIREMENTS OF THIS PART 14 PURSUANT TO
2 EXISTING AUTHORITY, INCLUDING SECTIONS 30-20-113 AND 30-20-114;
3 (c) DEVELOPING A SYSTEM TO ADDRESS THE RECEIPT BY
4 REGISTERED PERSONS OF UNMANIFESTED WASTE TIRES FROM
5 UNREGISTERED WASTE TIRE HAULERS;
6 (d) MAINTAINING AN ONLINE COMPLAINT FORM AND PROCESS FOR
7 LAW ENFORCEMENT, FIRE DEPARTMENTS, AND CITIZENS TO REPORT
8 POTENTIAL WASTE TIRE VIOLATIONS;
9 (e) REIMBURSING THE DIVISION OF FIRE PREVENTION AND CONTROL
10 IN THE DEPARTMENT OF PUBLIC SAFETY FOR:
11 (I) INSPECTIONS OF FACILITIES WHERE WASTE TIRES ARE PRESENT
12 CONDUCTED BY THE DIVISION OF FIRE PREVENTION AND CONTROL TO
13 DETERMINE WHETHER THE WASTE TIRE COLLECTION FACILITIES, WASTE
14 TIRE PROCESSORS, AND WASTE TIRE MONOFILLS ARE IN COMPLIANCE WITH
15 THE RULES PROMULGATED BY THE DIRECTOR OF THE DIVISION PURSUANT
16 TO SECTION 24-33.5-1203.5 (2); AND
17 (II) TECHNICAL AND OTHER ASSISTANCE THE DIVISION OF FIRE
18 PREVENTION AND CONTROL PROVIDES TO THE DEPARTMENT OR THE PUBLIC
19 RELATED TO WASTE TIRES, INCLUDING ASSISTANCE RELATED TO:
20 (A) THE DEVELOPMENT OF FIRE PREVENTION EDUCATION
21 MATERIALS; AND
22 (B) REVIEW OF FIRE PREVENTION PLANS;
23 (f) REGISTERING AND REGULATING WASTE TIRE HAULERS, WASTE
24 TIRE GENERATORS, USED TIRE MANAGERS, WASTE TIRE COLLECTION
25 FACILITIES, WASTE TIRE PROCESSORS, MOBILE PROCESSORS, WASTE TIRE
26 MONOFILLS, AND END USERS IN ACCORDANCE WITH SECTIONS 30-20-1408
27 TO 30-20-1417;

1 (g) PROVIDING GRANTS TO LAW ENFORCEMENT, FIRE
2 DEPARTMENTS, LOCAL HEALTH DEPARTMENTS, STATE AGENCIES, AND ANY
3 OTHER APPLICABLE ENTITIES FOR PURCHASING EQUIPMENT AND SUPPLIES
4 TO IMPLEMENT THIS PART 14;

5 (h) TRAINING OF AND ENFORCEMENT BY ENTITIES THAT ENFORCE
6 THIS PART 14;

7 (i) AWARDING GRANTS AND DEVELOPING EDUCATIONAL
8 PROGRAMS FOR ENFORCEMENT, FIRE PREVENTION AND SUPPRESSION,
9 PROPER WASTE TIRE MANAGEMENT AND DISPOSAL, TRAINING, AND
10 CUSTOMER TECHNICAL ASSISTANCE; AND

11 (j) ANY OTHER REGULATORY OR ADMINISTRATIVE COSTS RELATED
12 TO THE DEPARTMENT'S AUTHORITY AND DUTIES IN IMPLEMENTING THIS
13 PART 14.

14 (3) IF THE DEPARTMENT IS DENIED ACCESS OR IF CONSENT TO
15 ACCESS HAS NOT BEEN GIVEN TO CLEAN UP A SITE WHERE THE
16 DEPARTMENT REASONABLY BELIEVES WASTE TIRES EXIST ILLEGALLY, THE
17 DEPARTMENT MAY OBTAIN FROM THE DISTRICT COURT FOR THE JUDICIAL
18 DISTRICT IN WHICH THE PROPERTY IS LOCATED A WARRANT TO ENTER THE
19 PROPERTY AND REMOVE THE WASTE TIRES.

20 (4) (a) IN ADDITION TO ANY PENALTIES ASSESSED, THE
21 DEPARTMENT MAY ISSUE AN ORDER REQUIRING THE OWNER OR OPERATOR
22 TO COMPENSATE THE DEPARTMENT FOR THE COST OF REMEDIATION OF THE
23 SITE, AND THE DEPARTMENT MAY REQUEST THE ATTORNEY GENERAL TO
24 BRING SUIT FOR COMPENSATION FROM THE OWNER OR OPERATOR FOR
25 MONEY EXPENDED REMEDIATING THE SITE. THE DEPARTMENT SHALL USE
26 THE RECOVERED MONEY TO REIMBURSE THE FUND FOR ACTUAL COSTS OF
27 REMEDATING THE SITE AND OF SEEKING COMPENSATION PURSUANT TO

1 THIS SECTION. THE STATE TREASURER SHALL CREDIT ALL ADDITIONAL
2 MONEY TO THE GENERAL FUND.

3 (b) THE DEPARTMENT MAY PLACE A LIEN ON A PROPERTY ON
4 WHICH THE DEPARTMENT FUNDS THE REMEDIATION OF WASTE TIRES
5 PURSUANT TO THIS SECTION UNTIL THE COSTS OF REMEDIATION HAVE BEEN
6 REPAID TO THE DEPARTMENT. IF COMPLETE REPAYMENT HAS NOT BEEN
7 MADE BEFORE A SALE OF THE PROPERTY, THE DEPARTMENT SHALL BE
8 REPAID IN FULL, TO THE EXTENT POSSIBLE, FROM PROCEEDS OF THE SALE.

9 **SECTION 7.** In Colorado Revised Statutes, 30-20-1415, **amend**
10 **(1)(k)** as follows:

11 **30-20-1415. Waste tire monofills - requirements.** (1) An owner
12 or operator of a waste tire monofill shall, as specified by the commission
13 by rule:

14 (k) Not place any waste tires into monofill storage after January
15 1, 2018, and SHALL close, or cause to be closed, the waste tire monofill
16 by July 1, 2024 2034.

17 **SECTION 8.** In Colorado Revised Statutes, **add** 30-20-1418 as
18 follows:

19 **30-20-1418. Waste tire management grant program -**
20 **definitions - repeal.** (1) AS USED IN THIS SECTION, UNLESS THE CONTEXT
21 OTHERWISE REQUIRES:

22 (a) "ELIGIBLE ENTITY" MEANS THE FOLLOWING ENTITIES THAT
23 PROVIDE SERVICES RELATED TO WASTE TIRE RECYCLING, BENEFICIAL
24 REUSE, AND MANAGEMENT IN COLORADO:

25 (I) MUNICIPALITIES, COUNTIES, AND CITIES AND COUNTIES;

26 (II) NONPROFIT AND FOR-PROFIT BUSINESSES INVOLVED IN WASTE
27 TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT; AND

1 (III) INSTITUTIONS OF HIGHER EDUCATION AND PUBLIC OR PRIVATE
2 SCHOOLS.

3 (b) "GRANT PROGRAM" MEANS THE WASTE TIRE MANAGEMENT
4 GRANT PROGRAM CREATED IN THIS SECTION.

5 (2) (a) THERE IS CREATED THE WASTE TIME MANAGEMENT GRANT
6 PROGRAM, WHICH SHALL BE ADMINISTERED BY THE ENTERPRISE.

7 (b) THE ENTERPRISE SHALL, SUBJECT TO AVAILABLE
8 APPROPRIATIONS AND REVENUES, AWARD GRANTS FROM THE WASTE TIRE
9 MANAGEMENT ENTERPRISE FUND, CREATED IN SECTION 30-20-1404, IN
10 ACCORDANCE WITH THIS SECTION.

11 (3) (a) THE PURPOSE OF THE GRANT PROGRAM IS TO:

12 (I) PROMOTE THE DEVELOPMENT OF WASTE TIRE RECYCLING,
13 BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES IN ACCORDANCE WITH
14 THIS PART 14;

15 (II) DEVELOP WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
16 MANAGEMENT FACILITIES AND INFRASTRUCTURE; AND

17 (III) EXPAND WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
18 MANAGEMENT SERVICES TO FEE PAYERS.

19 (b) THE GRANT PROGRAM IS INTENDED TO PROVIDE ECONOMIC AND
20 TECHNICAL ASSISTANCE TO ELIGIBLE ENTITIES IN THEIR EFFORTS RELATED
21 TO THE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT OF WASTE
22 TIRES.

23 (4) (a) AN ELIGIBLE ENTITY MAY SUBMIT AN APPLICATION TO THE
24 ENTERPRISE FOR A GRANT PURSUANT TO THE APPLICATION POLICIES AND
25 PROCEDURES ESTABLISHED BY THE BOARD.

26 (b) AT A MINIMUM, AN APPLICATION SUBMITTED TO THE BOARD
27 MUST INCLUDE THE FOLLOWING INFORMATION:

1 (I) AN APPLICATION NARRATIVE THAT DESCRIBES HOW THE
2 ELIGIBLE ENTITY WILL USE THE GRANT, INCLUDING HOW THE GRANT WILL
3 PROMOTE THE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT OF
4 WASTE TIRES;

5 (II) AN ESTIMATE OF THE COST OF THE EQUIPMENT,
6 INFRASTRUCTURE, OR PROJECT THE ELIGIBLE ENTITY IS INTENDING TO
7 FUND WITH THE GRANT AND WHETHER THE EQUIPMENT, INFRASTRUCTURE,
8 OR PROJECT MEETS THE REQUIREMENTS SPECIFIED IN SUBSECTION (5) OF
9 THIS SECTION;

10 (III) THE AMOUNT OF IN-KIND CONTRIBUTIONS OR MATCHING
11 FUNDS, IF ANY, TO THE PROJECT BUDGET FROM THE APPLICANT OR OTHER
12 SOURCES OUTSIDE OF THE GRANT; AND

13 (IV) WHETHER THERE IS LOCAL COMMUNITY SUPPORT FOR THE
14 GRANT APPLICATION.

15 (5)(a) THE BOARD MAY AWARD GRANTS TO ELIGIBLE ENTITIES FOR
16 THE FOLLOWING PURPOSES:

17 (I) THE PURCHASE OF WASTE TIRE RECYCLING, BENEFICIAL REUSE,
18 AND MANAGEMENT EQUIPMENT OR INFRASTRUCTURE;

19 (II) STAFFING OF WASTE TIRE RECYCLING, BENEFICIAL REUSE, AND
20 MANAGEMENT FACILITIES;

21 (III) MARKETING AND COMMUNICATIONS FOR WASTE TIRE
22 RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT SERVICES;

23 (IV) POLICY AND RESEARCH DEVELOPMENT RELATED TO WASTE
24 TIRE RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT STRATEGIES;

25 (V) COMMUNITY ENGAGEMENT REGARDING WASTE TIRE
26 RECYCLING, BENEFICIAL REUSE, AND MANAGEMENT; AND

27 (VI) OTHER PROJECTS OR USES AS DETERMINED BY THE BOARD.

1 (b) (I) THE BOARD MAY AWARD GRANTS TO AN ELIGIBLE ENTITY
2 FOR THE PURCHASE OF EQUIPMENT OR INFRASTRUCTURE, BUT NO MORE
3 THAN FIFTY PERCENT OF THE COST OF ANY EQUIPMENT OR
4 INFRASTRUCTURE CAN BE FUNDED THROUGH THE GRANT PROGRAM.

5 (II) THE BOARD MAY AWARD GRANTS TO AN ELIGIBLE ENTITY THAT
6 FUND ONE HUNDRED PERCENT OF THE COST OF A PROJECT THAT DOES NOT
7 INVOLVE THE PURCHASE OF EQUIPMENT OR INFRASTRUCTURE.

8 (c) IN AWARDING GRANTS TO ELIGIBLE ENTITIES, THE BOARD IS
9 SUBJECT TO THE FOLLOWING CONDITIONS:

10 (I) UP TO FORTY PERCENT OF THE ENTERPRISE'S ANNUAL GRANT
11 FUNDING MAY GO TO A SINGLE AWARD; AND

12 (II) IF THE BOARD AWARDS A GRANT TO AN ELIGIBLE ENTITY FOR
13 THE PURCHASE OF INFRASTRUCTURE OR EQUIPMENT, THE ELIGIBLE ENTITY
14 IS INELIGIBLE TO RECEIVE A GRANT FOR THE FOLLOWING FIVE YEARS.

15 (6) (a) (I) THE BOARD SHALL ESTABLISH CRITERIA AND POLICIES TO
16 DETERMINE WHICH GRANTS TO AWARD FROM THE GRANT APPLICATIONS,
17 WHICH CRITERIA AND POLICIES IT SHALL MAKE AVAILABLE TO APPLICANTS.

18 (II) THE BOARD SHALL GIVE PRIORITY TO PROJECTS THAT ADVANCE
19 SUSTAINABLE DESIGN, PRODUCTION, RECOVERABILITY, REUSE, REPAIR, OR
20 RECYCLING OF WASTE TIRES, WITH THE HIGHEST PRIORITY GIVEN TO
21 PROJECTS THAT WOULD KEEP WASTE TIRE MATERIAL AVAILABLE FOR
22 REMANUFACTURING.

23 (b) THE BOARD SHALL ESTABLISH POLICIES FOR THE GRANT
24 PROGRAM, WHICH MUST INCLUDE:

25 (I) AN APPLICATION FORM AND APPLICATION PROCEDURES;

26 (II) A DEADLINE EACH YEAR FOR WHEN GRANT PROGRAM
27 APPLICATIONS MUST BE SUBMITTED;

1 (III) A POLICY THAT REQUIRES A GRANT RECIPIENT TO ENTER INTO
2 A GRANT AGREEMENT WITH THE BOARD THAT INCLUDES A SCOPE OF WORK
3 AND DEADLINES FOR THE ACHIEVEMENT OF THAT WORK;

4 (IV) CRITERIA FOR MEASURING PROGRESS OF THE PROJECTS THAT
5 RECEIVE FUNDING THROUGH THE GRANT PROGRAM;

6 (V) A POLICY THAT REQUIRES ANNUAL REPORTING BY GRANT
7 RECIPIENTS ON THE PROGRESS OF THE PROJECT FINANCED BY THE GRANT;
8 AND

9 (VI) A POLICY REGARDING A GRANT RECIPIENT'S NONCOMPLIANCE
10 WITH THE GRANT AGREEMENT ENTERED INTO BY THE GRANT RECIPIENT'S
11 AND THE BOARD, WHICH POLICY MAY INCLUDE A MECHANISM FOR THE
12 BOARD TO CONVERT THE GRANT RECIPIENT'S GRANT TO A LOAN WITH
13 INTEREST.

14 (7) (a) THE GRANT PROGRAM IS FUNDED BY THE WASTE TIRE
15 ENTERPRISE FEE. THE BOARD MAY DESIGNATE UP TO TEN PERCENT OF THE
16 REVENUE GENERATED FROM THE ENTERPRISE FEE TO THE GRANT PROGRAM
17 IN ANY GIVEN YEAR.

18 (b) THE BOARD SHALL NOT AWARD ANY GRANTS TO ELIGIBLE
19 ENTITIES THROUGH THE GRANT PROGRAM AFTER DECEMBER 31, 2040.

20 (8) THIS SECTION IS REPEALED EFFECTIVE DECEMBER 31, 2042.

21 **SECTION 9. Appropriation.** (1) For the 2024-25 state fiscal
22 year, \$60,208 is appropriated to the department of public health and
23 environment. This appropriation is from the waste tire administration,
24 enforcement, market development, and cleanup fund created in section
25 30-20-1404 (1), C.R.S. To implement this act, the department may use
26 this appropriation as follows:

27 (a) \$9,000 for use by the hazardous materials and waste

1 management division for the solid waste control program; and

2 (b) \$51,208 for the purchase of legal services.

3 (2) For the 2024-25 state fiscal year, \$51,208 is appropriated to
4 the department of law. This appropriation is from reappropriated funds
5 received from the department of public health and environment under
6 subsection (1)(b) of this section and is based on an assumption that the
7 department of law will require an additional 0.2 FTE. To implement this
8 act, the department of law may use this appropriation to provide legal
9 services for the department of public health and environment.

10 **SECTION 10. Effective date.** This act takes effect upon passage;
11 except that section 30-20-1403 (2.5), Colorado Revised Statutes, as added
12 in section 3 of this act, takes effect on July 1, 2025; section 30-20-1404,
13 Colorado Revised Statutes, as amended in section 4 of this act, takes
14 effect on July 1, 2025; section 30-20-1405, Colorado Revised Statutes, as
15 amended in section 5 of this act, takes effect on July 1, 2025; section
16 30-20-1405.5, as added in section 6 of this act, takes effect on July 1,
17 2025; and section 30-20-1418, as added in section 8 of this act, takes
18 effect on July 1, 2025.

19 **SECTION 11. Safety clause.** The general assembly finds,
20 determines, and declares that this act is necessary for the immediate
21 preservation of the public peace, health, or safety or for appropriations for
22 the support and maintenance of the departments of the state and state
23 institutions.