LEGISLATURE OF NEBRASKA

ONE HUNDREDTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 1061

Introduced by Louden, 49.

Read first time January 22, 2008

Committee: Natural Resources

A BILL

- FOR AN ACT relating to electronic equipment recycling; to amend sections 81-1504.01 and 81-15,160, Revised Statutes

 Supplement, 2007; to provide for a fee, rebates, and grants; to provide powers and duties; and to repeal the original sections.
- 6 Be it enacted by the people of the State of Nebraska,

Section 1. A fee of three dollars is imposed on every 1 2 item of electronic equipment sold at retail in this state. Such fee 3 shall be collected from the purchaser by the electronic equipment retailer at the time of purchase, and two dollars and fifty cents 4 5 of the fee shall be remitted by the retailer to the Department of 6 Revenue. Such fees collected by the department shall be remitted to 7 the State Treasurer for credit to the Waste Reduction and Recycling Incentive Fund. The fees imposed by this section shall be collected 9 in the same manner as the sales tax under the Nebraska Revenue Act 10 of 1967, including provisions of the act relating to due dates, 11 interest, penalties, and collection procedures. 12 For purposes of this section and section 2 of this act: 13 (1) Computer means a desktop, portable, or laptop 14 electronic, magnetic, optical, electrochemical, or other high-speed data processing unit which is capable of performing logical, 15 16 arithmetic, or storage functions and includes, but is not limited to, a computer central processing unit. Computer does not include 17 an automated typewriter or typesetter, a portable handheld 18 19 calculator, a portable digital assistant, or other similar device; 20 (2) Computer monitor means a separate video display 21 component of a computer that does not contain a tuner, whether 22 sold separately or together with a computer central processing 23 unit or computer box, and includes a cathode ray tube, liquid 24 crystal display, gas plasma, digital light processing, or other 25 image projection technology;

1 (3) Electronic equipment means a computer, computer

- 2 monitor, or television; and
- 3 (4) Television means a stand-alone display system
- 4 containing a cathode ray tube, liquid crystal display, gas plasma,
- 5 digital light processing, or other type of display primarily
- 6 intended to receive video programming via broadcast.
- 7 Sec. 2. (1) Beginning in 2009, an electronic equipment
- 8 retailer who accepts electronic equipment for recycling may qualify
- 9 for an annual rebate of one dollar per item of electronic equipment
- 10 recycled, subject to the following conditions:
- 11 (a) The total amount of rebates received by the retailer
- 12 pursuant to this subsection shall not be greater than the amount of
- 13 fees remitted pursuant to section 1 of this act the previous year
- 14 by such retailer;
- 15 (b) The retailer shall certify the total amount of fees
- 16 remitted the previous year pursuant to such section;
- 17 (c) The retailer shall certify the amount of electronic
- 18 equipment accepted for recycling; and
- 19 (d) The retailer shall certify that the electronic
- 20 equipment accepted for recycling was recycled.
- 21 (2) To receive a rebate under this section, the retailer
- 22 shall apply to the Department of Environmental Quality, on forms
- 23 provided by the department, by March 1 of each year, beginning in
- 24 the year 2009. The retailer shall provide the information required
- 25 by this section and any other information the department deems

- 1 <u>necessary</u>.
- 2 (3) The department shall verify the information on the
- 3 rebate application and make a final determination of the retailer's
- 4 eligibility for a rebate within forty-five days after the date the
- 5 application is received by the department.
- 6 Sec. 3. The Department of Environmental Quality may adopt
- 7 and promulgate rules and regulations to carry out sections 1 and 2
- 8 of this act.
- 9 Sec. 4. Section 81-1504.01, Revised Statutes Supplement,
- 10 2007, is amended to read:
- 11 81-1504.01 The Department of Environmental Quality shall
- 12 provide the following information to the Governor and to the Clerk
- 13 of the Legislature by December 1 of each year:
- 14 (1) A report by type of service or aid provided by the
- 15 use and distribution of federal funds received by the department.
- 16 The report shall also include user fees, permit fees, license
- 17 fees, and application fees authorized by the federal Environmental
- 18 Protection Agency as follows:
- 19 (a) Actual expenditure of each grant or authorized fees
- 20 for the most recently completed state fiscal year, including state
- 21 matching funds;
- 22 (b) Current budget and planned use and distribution of
- 23 each grant and authorized fees for the current state fiscal year,
- 24 including state matching funds;
- 25 (c) A summary of the projected funding level of each

1 grant and authorized fees and the impact of federal mandates and

- 2 regulations upon the future use of each grant and authorized fees;
- 3 and
- 4 (d) Program summaries including statistical summaries
- 5 when applicable for the most recently completed state fiscal year
- 6 and program activity goals for the current state fiscal year;
- 7 (2) A summary of regulations of the federal Environmental
- 8 Protection Agency which the department is required to implement and
- 9 which do not include federal funding assistance and the possible
- 10 financial impact to the state and political subdivisions;
- 11 (3) A report by type of service or aid provided by the
- 12 use and distribution of state general and cash funds, including
- 13 user fees, permit fees, license fees, and application fees, to
- 14 carry out activities that are not funded by federal grants as
- 15 follows:
- 16 (a) Actual expenditure of state funds, by agency
- 17 sections, for the most recently completed state fiscal year,
- 18 including a breakdown of expenditures by personal services,
- 19 operations, travel, capital outlay, and consulting and contractual
- 20 services;
- 21 (b) Current budget and planned use and distribution of
- 22 state funds, by agency sections, for the current state fiscal
- 23 year, including a breakdown of expenditures for personal services,
- 24 operations, travel, capital outlay, and consulting and contractual
- 25 services;

1 (c) A summary of projected program funding needs based

- 2 upon the statutory requirements and public demand for services and
- 3 the department's assessment of anticipated needs statewide; and
- 4 (d) Program summaries including statistical summaries
- 5 when applicable for the most recently completed state fiscal year
- 6 and program activity goals for the current state fiscal year;
- 7 (4) A report regarding staff turnover by job class and
- 8 the department's assessment of its ability to hire and retain
- 9 qualified staff considering the state's personnel pay plan;
- 10 (5) A report listing the method used by each new or
- 11 existing licensee, permittee, or other person who is required by
- 12 the department to establish proof of financial responsibility; and
- 13 (6) A report for the previous state fiscal year relating
- 14 to the purpose of the Nebraska Litter Reduction and Recycling
- 15 Act and of funds credited to the Nebraska Litter Reduction and
- 16 Recycling Fund; and -
- 17 (7) A report for the previous state fiscal year relating
- 18 to the funds credited to the Waste Reduction and Recycling
- 19 Incentive Fund pursuant to section 1 of this act.
- 20 Sec. 5. Section 81-15,160, Revised Statutes Supplement,
- 21 2007, is amended to read:
- 22 81-15,160 (1) The Waste Reduction and Recycling Incentive
- 23 Fund is created. The department shall deduct from the fund amounts
- 24 sufficient to reimburse itself for its costs of administration
- 25 of the fund. The fund shall be administered by the Department

1 of Environmental Quality. The fund shall consist of proceeds from

- 2 the fees imposed pursuant to the Waste Reduction and Recycling
- 3 Incentive Act.
- 4 (2) The fund may be used for purposes which include, but
- 5 are not limited to:
- 6 (a) Technical and financial assistance to political
- 7 subdivisions for creation of recycling systems and for modification
- 8 of present recycling systems;
- 9 (b) Recycling and waste reduction projects, including
- 10 public education, planning, and technical assistance;
- 11 (c) Market development for recyclable materials separated
- 12 by generators, including public education, planning, and technical
- 13 assistance;
- 14 (d) Capital assistance for establishing private and
- 15 public intermediate processing facilities for recyclable materials
- 16 and facilities using recyclable materials in new products;
- 17 (e) Programs which develop and implement composting of
- 18 yard waste and composting with sewage sludge;
- 19 (f) Technical assistance for waste reduction and waste
- 20 exchange for waste generators;
- 21 (g) Programs to assist communities and counties to
- 22 develop and implement household hazardous waste management
- 23 programs; and
- 24 (h) Capital assistance for establishing private and
- 25 public facilities to manufacture combustible waste products and

1 to incinerate combustible waste to generate and recover energy

- 2 resources, except that no disbursements shall be made under this
- 3 section for scrap tire processing related to tire-derived fuel.
- 4 The State Treasurer shall transfer two million one
- 5 hundred thousand dollars from the Waste Reduction and Recycling
- 6 Incentive Fund to the General Fund within five days after August
- 7 16, 2002.
- 8 (3) Grants up to one million dollars annually shall be
- 9 available until June 30, 2009, for new scrap tire projects only, if
- 10 acceptable scrap tire project applications are received. Eligible
- 11 categories of disbursement under section 81-15,161 may include, but
- 12 are not limited to:
- 13 (a) Reimbursement for the purchase of crumb rubber
- 14 generated and used in Nebraska, with disbursements not to exceed
- 15 fifty percent of the cost of the crumb rubber;
- 16 (b) Reimbursement for the purchase of tire-derived
- 17 product which utilizes a minimum of twenty-five percent recycled
- 18 tire content, with disbursements not to exceed twenty-five percent
- 19 of the product's retail cost, except that persons who applied for
- 20 a grant between June 1, 1999, and May 31, 2001, for the purchase
- 21 of tire-derived product which utilizes a minimum of twenty-five
- 22 percent recycled tire content may apply for reimbursement on or
- 23 before July 1, 2002. Reimbursement shall not exceed twenty-five
- 24 percent of the product's retail cost and may be funded in fiscal
- 25 years 2001-02 and 2002-03;

1 (c) Participation in the capital costs of building,

- 2 equipment, and other capital improvement needs or startup costs
- 3 for scrap tire processing or manufacturing of tire-derived product,
- 4 with disbursements not to exceed fifty percent of such costs or
- 5 five hundred thousand dollars, whichever is less;
- 6 (d) Participation in the capital costs of building,
- 7 equipment, or other startup costs needed to establish collection
- 8 sites or to collect and transport scrap tires, with disbursements
- 9 not to exceed fifty percent of such costs;
- 10 (e) Cost-sharing for the manufacturing of tire-derived
- 11 product, with disbursements not to exceed twenty dollars per ton
- 12 or two hundred fifty thousand dollars, whichever is less, to any
- 13 person annually;
- 14 (f) Cost-sharing for the processing of scrap tires, with
- 15 disbursements not to exceed twenty dollars per ton or two hundred
- 16 fifty thousand dollars, whichever is less, to any person annually;
- 17 (g) Cost-sharing for the use of scrap tires for civil
- 18 engineering applications for specified projects, with disbursements
- 19 not to exceed twenty dollars per ton or two hundred fifty thousand
- 20 dollars, whichever is less, to any person annually; and
- 21 (h) Disbursement to a political subdivision up to one
- 22 hundred percent of costs incurred in cleaning up scrap tire
- 23 collection and disposal sites.
- 24 The director shall give preference to projects which
- 25 utilize scrap tires generated and used in Nebraska.

1 (4) One million dollars shall be available annually for

- 2 FY2008-09 and FY2009-10 for electronic recycling activities if
- 3 acceptable electronic recycling project applications pursuant to
- 4 sections 1 and 2 of this act are received.
- 5 (4) (5) Priority for grants made under section 81-15,161
- 6 shall be given to grant proposals demonstrating a formal
- 7 public/private partnership except for grants awarded from fees
- 8 collected under subsection (6) of section 13-2042.
- 9 (6) Grants awarded from fees collected under
- 10 subsection (6) of section 13-2042 may be renewed for up to a
- 11 five-year grant period. Such applications shall include an updated
- 12 integrated solid waste management plan pursuant to section 13-2032.
- 13 Annual disbursements are subject to available funds and the grantee
- 14 meeting established grant conditions. Priority for such grants
- 15 shall be given to grant proposals showing regional participation
- 16 and programs which address the first integrated solid waste
- 17 management hierarchy as stated in section 13-2018 which shall
- 18 include toxicity reduction. Disbursements for any one year shall
- 19 not exceed fifty percent of the total fees collected after rebates
- 20 under subsection (6) of section 13-2042 during that year.
- 21 (6) (7) Any person who stores waste tires in violation
- 22 of section 13-2033, which storage is the subject of abatement
- 23 or cleanup, shall be liable to the State of Nebraska for the
- 24 reimbursement of expenses of such abatement or cleanup paid by the
- 25 Department of Environmental Quality.

1 (8) The Department of Environmental Quality may

- 2 receive gifts, bequests, and any other contributions for deposit
- 3 in the Waste Reduction and Recycling Incentive Fund. Any money in
- 4 the fund available for investment shall be invested by the state
- 5 investment officer pursuant to the Nebraska Capital Expansion Act
- 6 and the Nebraska State Funds Investment Act.
- 7 Sec. 6. Original sections 81-1504.01 and 81-15,160,
- 8 Revised Statutes Supplement, 2007, are repealed.