

BILL SUMMARY
1st Session of the 53rd Legislature

Bill No.:	HB 1939
Version:	PCS
Request Number:	6865
Author:	Jackson
Date:	2/15/2011
Impact:	Estimated \$550,000 per month in waste tire fee revenue

Research Analysis

The PCS to HB 1939 modifies the Oklahoma Waste Tire Recycling Act by renaming it the Oklahoma Used Tire Recycling Act and modifying used tire recycling fees to require that a \$2.50 recycling fee apply to all motor vehicle tires 19.5 inches in rim diameter or less. The measure also requires that 28 percent of the annual amount that accrues in the Used Tire Recycling Indemnity Fund be allocated to the Dept. of Environmental Quality's Revolving Fund to implement requirements related to air pollution. It modifies certain requirements of used tire recycling facilities eligible for compensation and requires that any amount remaining in the Indemnity Fund be used for remediation of certain dumps.

Prepared By: Robin McAlister

Fiscal Analysis

The proposed committee substitute for HB 1939 removes the \$1 per tire waste recycling fee on tires under 17 ½ inches, leaving all tires of 19 ½ inches or less paying a \$2.50 recycling fee per tire. Officials at the Department of Environmental Quality state that this would result in an estimated \$550,000 a month in additional waste tire recycling fee revenue, with 28% of that revenue going to the DEQ Revolving Fund for purposes of implementation of federally mandated air pollution control programs and the remainder to the Waste Tire Recycling Indemnity Fund.

A small percentage of the money in the Waste Tire Recycling Indemnity Fund goes to DEQ and the Tax Commission for administration, while the remainder is to be used for the purpose of reimbursing waste tire facilities and the clean up of waste tire sites and cannot be accessed by DEQ for operations or other expenses.

Prepared By: Mark Nichols

Other Considerations

None