

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2001**

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**SENATE BILL 972**

Short Title: Scrap Tire Amendments.

(Public)

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Sponsors: Senator Odom.

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Referred to: Agriculture/Environment/Natural Resources.

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April 5, 2001

A BILL TO BE ENTITLED

AN ACT TO AMEND THE SCRAP TIRE MANAGEMENT LAWS OF THE STATE.

The General Assembly of North Carolina enacts:

**SECTION 1.** Section 9 of Chapter 548 of the 1993 Session Laws, as amended by Section 1 of S.L. 1997-209, reads as rewritten:

"Sec. 9. Section 4 of this act becomes effective January 1, 1994. Section 8 of this act becomes effective June 30, 1997. All other sections of this act become effective October 1, 1993. ~~Section 1 of this act expires June 30, 2002. Section 7 of this act expires June 30, 1995. The expiration of the additional tax imposed by Section 1 of this act does not affect the rights or liabilities of the State, a taxpayer, or another person that arise during the time the additional tax is in effect.~~ The first quarterly report required by G.S. 130A-309.63(e), as enacted by this act, is due within 60 days after the quarter that ends on December 31, 1993."

**SECTION 2.** G.S. 130A-309.63 reads as rewritten:

**"§ 130A-309.63. Scrap Tire Disposal Account.**

(a) Creation. – The Scrap Tire Disposal Account is established as a nonreverting account within the Department. The Account consists of revenue credited to the Account from the proceeds of the scrap tire disposal tax imposed by Article 5B of Chapter 105 of the General Statutes. The Department may use revenue in the Account only as authorized by this section.

(b) Use. –~~The Department may use revenue in the Account only as authorized by this section.~~

(1) The Department may use up to fifty percent (50%) of the revenue in the Account to make grants to units of local government to assist them in disposing of scrap tires. To administer the grants, the Department shall establish procedures for applying for a grant and the criteria for selecting among grant applicants. The criteria shall include the financial ability of a unit of local government to provide for scrap tire

1 disposal, the severity of a unit of local government's scrap tire disposal  
2 problem, the effort made by a unit of local government to ensure that  
3 only tires generated in the normal course of business in this State are  
4 provided free disposal, and the effort made by a unit of local  
5 government to provide for scrap tire disposal within the resources  
6 available to it.

7 (2) The Department may use up to forty percent (40%) of the revenue in  
8 the Account to make grants to encourage the use of processed scrap  
9 tire materials. These grants may be made to encourage the use of  
10 tire-derived fuel, crumb rubber, carbon black, or other components of  
11 tires for use in products such as fuel, tires, mats, auto parts, gaskets,  
12 flooring material, or other applications of processed tire materials.  
13 These grants shall be made in consultation with the Department of  
14 Commerce, the Division of Environmental Assistance and Pollution  
15 Prevention of the Department, and, where appropriate, the Department  
16 of Transportation. Grants to encourage the use of processed scrap tire  
17 materials shall not be used to process tires.

18 (3) The Department may use up to three percent (3%) of the revenue in the  
19 Account or a total of fifty-five thousand dollars (\$55,000), whichever  
20 is less, to support a position to provide local governments with  
21 assistance in developing and implementing scrap tire management  
22 programs.

23 (4) The Department may use the remaining revenue in the Account only to  
24 clean up scrap tire collection sites that the Department has determined  
25 are a nuisance. The Department may use funds in the Account to clean  
26 up a nuisance tire collection site only if no other funds are available for  
27 that purpose.

28 (c) Eligibility. – A unit of local government is not eligible for a grant for scrap  
29 tire disposal unless its costs for disposing of scrap tires for the six-month period  
30 preceding the date the unit of local government files an application for a grant exceeded  
31 the amount the unit of local government received during that period from the proceeds  
32 of the scrap tire tax under G.S. 105-187.19. A grant to a unit of local government for  
33 scrap tire disposal may not exceed the unit of local government's unreimbursed cost for  
34 the six-month period.

35 ~~(d) Cleanup of Nuisance Tire Sites. — The Department may use the remaining~~  
36 ~~revenue in the Account only to clean up scrap tire collection sites that the Department~~  
37 ~~has determined are a nuisance. The Department may use funds in the Account to clean~~  
38 ~~up a nuisance tire collection site only if no other funds are available for that purpose.~~

39 (e) Reports. – The Department shall report annually on the Scrap Tire Disposal  
40 Account to the Environmental Review Commission. The report shall be submitted by 1  
41 October of each year for the fiscal year ending the preceding 30 June. The report shall  
42 show the beginning and ending balances in the Account for the reporting period, the  
43 amount credited to the Account during the reporting period, and the amount of revenue  
44 used for grants and to clean up nuisance tire collection sites."

- 1                   **SECTION 3.** Sections 1 and 3 of this act are effective when it becomes law.  
2 Section 2 of this act is effective July 1, 2001.