A BILL FOR AN ACT

RELATING TO SOLID WASTE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that Hawaii produces 2 almost twice as much solid waste per person per day compared to the rest of the United States. Between 1990 and 2006, while 3 4 municipal solid waste generation grew twenty-two per cent across 5 the United States, it grew an astounding one hundred five per 6 cent in Hawaii. Chapter 342G, Hawaii Revised Statutes, 7 Integrated Solid Waste Management, was enacted in 1991 and established the State's Office of Solid Waste Management, which 8 provides for the development of a coordinated statewide solid-9 10 waste management plan. The plan, last revised in July 2000, 11 established specific goals for the State to reduce, through source reduction, recycling, and bioconversion, the solid waste 12 13 stream prior to disposal by twenty-five per cent by January 1, 14 1995, and fifty per cent by January 1, 2000. After some initial 15 progress in the 1990s, Hawaii has not come close to meeting these goals since. Despite being revisited by the legislature in 16 17 2004 with a recommendation to reaffirm these goals, this

recommendation was ignored, and nothing has been done since
 then.

3 The legislature also finds that chapter 342G requires each 4 county to submit a revised solid waste management plan every 5 five years. Section 342G-29, Hawaii Revised Statutes, provides 6 that the office of solid waste management should reconvene a task 7 force to review and revise the State's integrated solid waste 8 management plan, when all four county revised plans have been 9 approved by the office. It has been nearly a decade since the 10 last task force was convened and the State's integrated solid 11 waste management plan was last revised. An informal joint 12 legislative task force (hereafter informal task force), convened 13 in 2003, discussed numerous problems with the State's solid 14 waste management system and focused its efforts on assessing the 15 critical and pressing issues of diminished landfill capacity, 16 illegal dumping, and underutilized recycling. The informal task 17 force, however, failed to rally the necessary political support 18 to convene a formal task force, revise the 2000 integrated solid 19 waste management plan, or substantively change the status quo in 20 any way.

21 The legislature also finds that the problems posed by the 22 growing waste stream, and the State's apparent inability to

1 address them, have left Hawaii with severely limited and unsustainable waste disposal options. Landfills across the 2 3 State are either at or near capacity, yet government continues to 4 allocate funds to resolve short term or administrative problems 5 such as shipping the trash out-of-State at a significant cost, 6 rather than allocating funds to generate long term solutions. 7 The informal task force acknowledged that the statewide solid 8 waste disposal system was out-dated and in need of 9 modernization.

10 In a January 2004 report to the legislature evaluating the 11 administration of the office of solid waste management by the 12 department of health, the auditor reported that "the Department 13 of Health is not carrying out its solid waste management 14 responsibilities for public health and environmental protection. 15 Ultimately, the Department has failed in its duties to the 16 public and the environment." Referencing a 1994 audit, as well 17 as a 1996 follow-up audit, the auditor stated that "prior audits 18 show management problems that continue to exist, " including "no 19 orderly or efficient management of solid waste programs," and 20 that "very little has changed." The auditor found that "the 21 State is facing a solid waste crisis ... [which] has reached 22 a critical point and [the State] is now faced with making last-HB LRB 09-1284.doc

1 minute decisions to address pressing solid waste issues" and 2 concluded that "the Department of Health's lack of oversight has 3 resulted in out-dated solid waste management plans that cannot 4 guide effective development and implementation of its solid 5 waste programs."

6 The legislature finds that office of solid waste management 7 has been assigned too many functions and duties by section 342G-8 14, Hawaii Revised Statutes, making it practically impossible 9 for it to effectively accomplish all that the legislature and 10 the governor expect. Many of these functions and duties could 11 be effectively reassigned, shifting the responsibilities 12 associated with long-range planning and effective implementation 13 of the integrated solid waste management plan to a separate 14 entity, while retaining the office's administrative operations 15 function. This revision of the State's solid waste management 16 system will permit the State to develop innovative and unique 17 approaches to the consistent challenges and persistent problems 18 plaguing the management of Hawaii's growing waste stream.

19 The purpose of this Act is to establish and fund an 20 efficient, effective, up-to-date, and comprehensive solid waste 21 management program. Reorganizing, rejuvenating, and investing in 22 Hawaii's solid waste management infrastructure will not only

Page 4

stimulate the economy but also promote a more sustainable future
 for Hawaii.
 SECTION 2. Chapter 342G, Hawaii Revised Statutes, is

4 amended by adding two new sections to be appropriately 5 designated and to read as follows:

6 "<u>\$342G-A</u> Commission on waste resource management. (a) 7 There is established within the department a commission on waste 8 resource management consisting of seven members, which shall have 9 exclusive jurisdiction and final authority in all matters relating 10 to implementation and administration of the state integrated solid 11 waste management plan, except as otherwise specifically provided in 12 this chapter.

13 (b) Five members shall be appointed by the governor
14 subject to section 26-24, in a manner prescribed in subsection

15 (d). Each member shall have substantial experience in the area

- 16 of waste resource management.
- 17 (c) The members of the commission shall serve without
- 18 compensation but shall be reimbursed for expenses, including
- 19 travel expenses, necessary for the performance of their duties.
- 20 (d) In appointing a member to the commission, the governor
- 21 shall select from a list submitted by a nominating committee.
- 22 The nominating committee shall be composed of four individuals



6

1	chosen as	follows: two persons appointed by the governor; one
2	person ap	pointed by the president of the senate; and one person
3	appointed	by the speaker of the house of representatives. The
4	committee	shall solicit applications and send to the governor
5	the names	of at least three individuals for each open position.
6	<u>§342</u>	G-B Waste resource management fund. (a) There is
7	establish	ed in the department a special fund to be designated as
8	the waste	resource management fund. The fund shall be
9	administe	red by the commission. The waste resource management
10	fund shal	l be used for the following:
11	(1)	Monitoring programs and activities concerning waste
12		resource collection, diversion, and management;
13	(2)	Research programs and activities concerning waste
14		resource diversion and investigation of alternative
15		waste resource technologies;
16	(3)	Preparation and dissemination of information to the
17		public concerning activities authorized under this
18		chapter;
19	(4)	Data collection, development, and updating of long-
20		range planning documents authorized or required under
21		this chapter; and



Page 6

7

1	(5)	Any other protection, management, operational, or
2		maintenance functions authorized and deemed necessary
3		by the commission, including but not limited to
4		funding permanent or temporary staff positions.
5	(b)	The following shall be deposited into the waste
6	resource	management fund:
7	(1)	Appropriations by the legislature to the waste
8		resource management fund;
9	(2)	Appropriations from the environmental response
10		revolving fund established by section 128D-2;
11	(3)	Appropriations from the deposit beverage container
12		deposit special fund established by section 342G-104;
13	(4)	All fees and administrative charges collected under
14		this chapter or any rule adopted hereunder;
15	(5)	Moneys collected as fines or penalties imposed under
16		this chapter or any rule adopted hereunder;
17	(6)	Moneys derived from public and private sources to
18		benefit waste resource management; and
19	(7)	Moneys derived from interest, dividend, or other
20		income from sources enumerated in paragraphs (1) to
21		(6)."



Page 7

1	SECTION 3. Section 128D-2, Hawaii Revised Statutes, is
2	amended by amending subsection (b) to read as follows:
3	"(b) Moneys from the fund shall be expended by the
4	department for response actions and preparedness, including
5	removal and remedial actions, consistent with this chapter;
6	provided that the revenues generated by the "environmental
7	response and waste resource management tax" and deposited into
8	the environmental response revolving fund:
9	(1) Shall also be used:
10	(A) For oil spill planning, prevention, preparedness,
11	education, research, training, removal, and
12	remediation;
13	(B) For direct support for county used oil recycling
14	programs; [and]
15	(C) For deposit into the energy security special
16	fund, established under section 201-12.8, as may
17	be appropriated by the legislature; and
18	(D) For deposit into the waste resource management
19	fund, established by section 342G-B, as may be
20	appropriated by the legislature; and
21	(2) May also be used to support environmental protection
22	and natural resource protection programs, including



1 but not limited to energy conservation and alternative 2 energy development, and to address concerns related to 3 air quality, global warming, clean water, polluted 4 runoff, solid and hazardous waste, drinking water, and 5 underground storage tanks, including support for the underground storage tank program of the department and 6 7 funding for the acquisition by the State of a soil 8 remediation site and facility."

9 SECTION 4. Section 243-3.5, Hawaii Revised Statutes, is 10 amended to read as follows:

11 "§243-3.5 Environmental response and waste resource 12 management tax; uses. (a) In addition to any other taxes 13 provided by law, subject to the exemptions set forth in section 14 243-7, there is hereby imposed [at times provided in section 15 $\frac{128D-2}{2}$ a state environmental response and waste resource 16 management tax of [5] 10 cents on each barrel or fractional part 17 of a barrel of petroleum product sold by a distributor to any retail dealer or end user, other than a refiner, of petroleum 18 19 product; provided that cents of the tax on each barrel 20 shall be used pursuant to section 128D-2 to address concerns 21 relating to drinking water. The tax imposed by this subsection 22 shall be paid by the distributor of the petroleum product.

Page 10

H.B. NO. 1367

1	(b) Revenues collected pursuant to this section shall be		
2	distributed as follows, with excess revenues, if any, to be		
3	deposited into the general fund:		
4	(1) 5 cents of the revenue collected on each barrel shall		
5	be deposited into the environmental response revolving		
6	fund established by section 128D-2; and		
7	(2) 5 cents of the revenue collected on each barrel shall		
8	be deposited into the waste resource management fund		
9	established by section 342G-B.		
10	$\left[\frac{b}{c}\right]$ (c) Each distributor subject to the tax imposed by		
11	subsection (a), on or before the last day of each calendar		
12	month, shall file with the director, on forms prescribed,		
13	prepared, and furnished by the director, a return statement of		
14	the tax under this section for which the distributor is liable		
15	for the preceding month. The form and payment of the tax shall		
16	be transmitted to the department of taxation in the appropriate		
17	district.		
18	[(c)] <u>(d)</u> Notwithstanding section 248-8 to the contrary,		
19	the environmental response tax collected under this section		
20	shall be paid over to the director of finance for deposit into		
21	the environmental response revolving fund established by section		
22	128D-2.		



Page 11

H.B. NO. 1367

1 [(d)] (e) Every distributor shall keep in the State and 2 preserve for five years a record in such form as the department 3 of taxation shall prescribe showing the total number of barrels 4 and the fractional part of barrels of petroleum product sold by 5 the distributor during any calendar month. The record shall 6 show such other data and figures relevant to the enforcement and 7 administration of this chapter as the department may require." 8 SECTION 5. Section 342G-29, Hawaii Revised Statutes, is 9 amended to read as follows: 10 "[+]\$342G-29[+] Revisions to the state integrated solid

11 waste management plan. (a) The [office] commission shall be 12 responsible for preparing revisions to the state integrated 13 solid waste management plan. The first revision shall be 14 completed within six months of the date that all four initial 15 county plans have been approved by the office. The [office] 16 commission shall complete each additional state revised plan 17 within six months of the date that all four county revised plans 18 have been approved by the [office.] commission. In the event 19 that not all four county revised plans have been approved by 20 December 31, 2009, the commission shall complete a state revised 21 plan by July 1, 2010.

HB LRB 09-1284.doc

12

1 For each state revised plan, the [office] commission (b) 2 shall convene a state integrated solid waste management [task force.] advisory council. The [office] commission shall involve 3 4 the [task force] advisory council in the review of the county 5 plans and the development of the state revised plan. The commission shall convene an advisory council to review and 6 revise the state revised plan at least once every five years. 7 8 For each state revised plan, the [office] commission (C)9 shall: 10 Revise and update the material contained in the (1)11 previous plan or revised plan; and 12 (2)With comment from the [task force,] advisory council, 13 address other issues of statewide concern regarding 14 integrated solid waste management." 15 SECTION 6. Section 342G-104, Hawaii Revised Statutes, is amended by amending subsection (b) to read as follows: 16 17 Moneys in the deposit beverage container deposit (b) 18 special fund shall be used to reimburse refund values, pay 19 handling fees to redemption centers, fund the reverse vending 20 machine rebate program under section 342G-102.5, [and] fund the redemption center and recycling infrastructure improvement 21 22 program established pursuant to section 342G-114.5[-], and fund HB LRB 09-1284.doc

1	the waste	resource management fund established by section	
2	342G-B.	The department may also use the money to:	
3	(1)	Fund administrative, audit, and compliance activities	
4		associated with collection and payment of the deposits	
5		and handling fees of the deposit beverage container	
6		program;	
7	(2)	Conduct recycling education and demonstration	
8		projects;	
9	(3)	Promote recyclable market development activities;	
10	(4)	Support the handling and transportation of the deposit	
11		beverage containers to end-markets;	
12	(5)	Hire personnel to oversee the implementation of the	
13		deposit beverage container program, including	
14		permitting and enforcement activities; and	
15	(6)	Fund associated office expenses."	
16	SECT	ION 7. In codifying the new sections added by section	
17	2 of this	Act, the revisor of statutes shall substitute	
18	appropriate section numbers for the letters used in designating		
19	the new sections in this Act.		
20	SECT	ION 8. Statutory material to be repealed is bracketed	
21	and stric	ken. New statutory material is underscored.	

HB LRB 09-1284.doc

1 SECTION 9. This Act shall take effect on July 1, 2009.

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INTRODUCED BY:

JAN 2 7 2009



Report Title:

Solid Waste; Management Commission

Description:

Establishes a solid waste management commission. Assigns responsibility for developing the State's integrated solid waste management plan to the commission and authorizes the commission to establish an advisory council. Establishes the waste resource management special fund. Funds the special fund with moneys from the environmental response tax and the deposit beverage container deposit special fund.

