

L.D. 1181

STATE OF MAINE HOUSE OF REPRESENTATIVES (Filing No. H~643) 109TH LEGISLATURE FIRST REGULAR SESSION

HOUSE AMENDMENT "A" to H.P. 948, L. D. 1181, Bill, "AN ACT to Establish a Solid Waste Management Subsidy for Municipalities."

Amend the Bill by striking out everything after the enacting clause and inserting in its place the following:

<u>'Sec. 1. 38 MRSA c. 13,</u> as enacted by PL 1973, c. 387 and as amended, is further amended by inserting after the first 2 lines the following:

SUBCHAPTER I

SOLID WASTE MANAGEMENT

Sec. 2. 38 MRSA c. 13, sub-c. II is enacted to read:

SUBCHAPTER II

SOLID WASTE MANAGEMENT SUBSIDY

§1311. Findings; intent

The Legislature finds that proper disposal of solid wastes, and protection of land, air and water resources is important to the public health, safety and welfare; that the Legislature has mandated that municipalities provide for the proper disposal of solid wastes; that waste disposal facilities must comply with strict State and Federal requirements; and that the operating costs of these facilities are high, putting an increasing burden on local property taxes. House Amendment " H to H.P. 948, L.D. 1181

It is the intent of this chapter that the State will participate with municipalities in up to 50% of the cost of maintaining and operating solid waste disposal facilities that are in substantial compliance with the requirements of this chapter. \$1312. Solid waste subsidy

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1. Establishment. There is established a fund to provide an annual solid waste subsidy to be paid to qualifying municipalities.

2. Calculation. This subsidy shall provide a percentage, up to 50%, of the actual eligible cost of solid waste facility operation and maintenance for the prior year. This percentage of State participation shall be calculated by dividing the Legislative appropriation for this fund by the sum of the reported eligible costs from all municipalities. Each municipality shall receive a subsidy equal to this percentage multiplied by their actual eligible. costs for the prior year.

\$1313. Eligible municipalities

1. Facilities. All municipalities operating or contracting with the following types of solid waste disposal facilities will be eligible for the solid waste subsidy:

A. municipal facilities;

B. private facilities; and

C. facilities operated by Regional Refuse Districts as defined in chapter 15. House Amendment "A" to H.P. 948, L.D. 1181 -3-

2. Compliance. Those facilities that the board has determined are in substantial compliance with the following criteria will be sligible for the solid waste subsidy:

A. operational criteria in rules adopted under section 1304, <u>subsection 1</u> for facilities established on or <u>before October 3, 1973; and</u>

B. site and operational criteria in section 421 and rules adopted under section 1304 for facilities established after October 3, 1973.

3. Appeals. Municipalities may appeal determination of compliance in accordance with provisions of chapter 2.

§1314. Eligible costs

The following costs of operating and maintaining solid waste disposal facilities will be eligible for subsidy:

1. Salaries and wages. Salaries and wages of persons for time actually employed at the facilities;

2. Utilities. Cost of all utilities used at facilities;

3. Road maintenance. Road maintenance for roads used exclusively for the facility;

 Miscellaneous supplies and services. Miscellaneous supplies and services, including pest control, used at the facility; House Amendment "A" to H.P. 948, L.D. 1181

5. Cover material. Cover material:

A. Cost of purchased cover material; or

 B. Value of cover material based on rates to be determined by the department;

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6. Equipment costs. Equipment costs:

A. Cost of rental of equipment used at the facility; or
B. Operation, maintenance and capital cost of equipment
owned by the municipality and used at the facility. Capital
costs shall be amortized over the expected life of the
equipment. Only annual costs in proportion to the fraction
of time the equipment is used at the facility shall
be eligible for reimbursement;

7. Transfer stations. All annual costs, including equipment and transportation, resulting from operation of waste transfer stations; and

 Resource recovery. All annual costs resulting from recycling, resource recovery and energy production from solid wastes.
 \$1315. Administration

1. Municipal reporting of costs. The solid waste subsidy shall be based on costs for the prior calendar year. All municipalities shall report actual eligible costs to the department by February 1st.

2. Determination of subsidy. The Legislature shall by May 1st annually enact legislation appropriating a fund for this subsidy. A subsidy index shall be calculated by dividing this fund by the sum of the eligible annual costs reported by municipalities for the prior calendar year. If the subsidy index is greater than House Amendment "A" to H.P. 948, L.D. 1181 -5-

0.50, it shall be established at 0.50. All money not expended from the fund shall lapse. Each municipality shall receive an amount equal to this subsidy index times the municipality's reported costs.

3. Authorization of payment. The commissioner shall authorize subsidy payments to the eligible municipalities. The subsidy shall be paid to each municipality in 2 equal installments, the first on June Lst and the second on October Lst each year for the prior year's costs.

4. Audits. Each municipality shall maintain records and accounts sufficient to document reported costs, and these records and accounts shall be available for audit for at least 3 years.

5. Appeal. The computation of the solid waste subsidy for any municipality may be appealed in writing to the board by the municipal officers within 30 days from the date of notification of the computed amount. The board shall review the appeal and make an adjustment if, in its judgment, an error has been made. The board's decision shall be final as to facts supported by the records of the appeal.

Sec. <u>3</u>. Appropriation. The following funds shall be appropriated from the General Fund to carry out the purposes of this Act.

		1979-80	1980-81
ENVIRONMENTAL PROTECTION, DEPARTMI Board of Environmental Protect	RNT OF -		
Bould of 200 Loom			
Positions			(3)
Personal Services			\$ 33,917
All other			506,300
Capital Expenditures			1,500
Total			\$541,717

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Fiscal Note

The appropriation contains funding for the subsidy payment to be made on June 1, 1981 for 1/2 of the 1980 calendar year.

There is also funding for an accountant II, an environmental services specialist II and a clerk typist II to administer the program.

Statement of Fact

This amendment maintains the 50-50 partnership between the State and municipalities for solid waste disposal, but simplifies the calculation of the subsidy and will be easier to administer.

The amended subsidy is based on up to 50% of the actual costs for solid waste disposal. The actual subsidy will be determined by the annual appropriation by the Legislature. This formula will insure equal treatment to all municipalities without discriminating against those faced with high operational costs because of site conditions or other reasons beyond their control. State participation is limited to a maximum of 50%, so that towns will keep costs down to that actually necessary to comply with environmental standards.

Filed by Mr. Blodgett of Waldoboro Reproduced and distributed under the direction of the Clerk of the House 6/5/79 (Filing No. H-648)