



# **117th MAINE LEGISLATURE**

## **SECOND REGULAR SESSION-1995**

Legislative Document

No. 1610

H.P. 1178

House of Representatives, December 8, 1995

### An Act to Enhance Used Oil Recycling Capabilities.

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 26. Received by the Clerk of the House on December 6, 1995. Referred to the Committee on Natural Resources and ordered printed pursuant to Joint Rule 14.

OSEPH W. MAYO, Clerk

Presented by Representative SAXL of Bangor. Cosponsored by Representative ETNIER of Harpswell and Representatives: ADAMS of Portland, DAGGETT of Augusta, DAVIDSON of Brunswick, DESMOND of Mapleton, DORE of Auburn, GOULD of Greenville, HARTNETT of Freeport, MITCHELL of Portland, MORRISON of Bangor, O'NEAL of Limestone, SAXL of Portland, STEVENS of Orono, STONE of Bangor, TOWNSEND of Portland, TREAT of Gardiner, WATSON of Farmingdale, Senators: AMERO of Cumberland, HARRIMAN of Cumberland, RAND of Cumberland.

#### Be it enacted by the People of the State of Maine as follows:

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Sec. 1. 10 MRSA §1023-D, sub-§3, as repealed and replaced by PL 1993, c. 601, §2, is amended to read:

Application of fund. Money in the fund may be applied 6 3. to carry out any power of the authority under this section or under or in connection with section 1026-F, including, but not 8 limited to, to pledge or transfer and deposit money in the fund as security for and to apply money in the fund in payment of 10 principal, interest and other amounts due on insured loans. 12 Money in the fund may be used for direct loans or grants for all or part of underground oil storage facility replacement projects, underground oil storage tank replacement projects, aboveground 14 storage tank or facility construction oil or replacement projects, including the construction of aboveground oil storage 16 facilities designed to meet the requirements for used oil collection centers, or gasoline service station vapor control or 18 petroleum liquids transfer vapor recovery projects as described in paragraph A when the authority determines that: 20

- 22 A. One or more of the following circumstances exists:
- 24 (1) The underground oil storage facility or tank is leaking or has been identified by the Department of
  26 Environmental Protection as posing an environmental threat, or removal is required by applicable law;
- (2) The applicant is required to install equipment
   related to the improvement of air quality pursuant to requirements for gasoline service station vapor control
   and petroleum liquids transfer vapor recovery; er
- 34 (3) The applicant is constructing, replacing or renovating a tank or facility used for the aboveground
   36 storage of oil; or
- 38 (4) The applicant is constructing an aboveground used oil center designed to meet the applicable requirements
  40 in Title 38, section 1319-Y and any rules adopted pursuant to Title 38, section 1319-O;
- B. The applicant, if the applicant is not a unit of local
   government, demonstrates financial need for the assistance;
   and
- C. If the assistance includes a loan, there is a reasonable likelihood that the applicant will be able to repay the loan.

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Applicants demonstrating the requirement to install equipment related to the improvement of air quality pursuant to section 2 1026-F and who own fewer than 15 service stations, and who are not able to repay a loan, are eligible to receive no more than 4 \$35,000 per service station in grants for the payment of expenses relating to the installation of this equipment. 6

The authority, pursuant to Title 5, chapter 375, subchapter II, 8 shall adopt rules for determining eligibility, feasibility, terms, conditions and security for the loans and grants. In the 10 case of loans, the authority may charge an interest rate that may be as low as 0% and may be greater, depending on the financial 12 ability of the applicant to pay as determined by the authority, up to a maximum of the prime rate of interest charged by major 14 Boston banks. The maximum the authority may loan or grant to any one borrower, including related entities as determined by the 16 authority, is \$600,000. Money in the fund not needed currently to meet the obligations of the authority as provided in this 18 section may be invested as permitted by law.

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Sec. 2. 38 MRSA §1303-C, sub-§39-B is enacted to read:

39-B. Used oil collection center. "Used oil collection center" means a site or facility that is registered with the 24 department to collect or store an aggregate of 550 gallons or less of waste oil in an aboveground tank. 26

#### Sec. 3. 38 MRSA §1319-G, sub-§3 is enacted to read: 28

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- 30 Waiver of reimbursement for used oil collection 3. centers. Upon petition of the owner or operator of a registered used oil collection center, the commissioner may waive the right 32 to reimbursement to the fund of costs incurred in the removal, abatement or disposal of hazardous waste from a registered used 34 oil collection center, if the commissioner finds that: 36
- The center is in compliance with the design and <u>Α.</u> operational requirements contained in section 1319-Y and any 38 rules adopted pursuant to section 1319-0; 40
  - B. The owner or operator of the used oil collection center:
- (1) Did not mix the oil with hazardous waste; and

#### (2) Did not knowingly accept hazardous waste or oil 46 mixed with hazardous waste; and

48 C. The commissioner has granted no more than one waiver of reimbursement for removal, abatement or disposal of

	hazardous waste from the same used oil collection center
2	pursuant to this subsection during the previous 12 months.
4	Notwithstanding this subsection, the commissioner may not grant waivers of reimbursement to the fund pursuant to this subsection
6	that total more than \$10,000 in any one fiscal year.
8	Sec. 4. 38 MRSA §1319-O, sub-§2, ¶A, as affected by PL 1989, c. 890, Pt. A, §40 and amended by Pt. B, §261, is further amended
10	to read:
12	A. The board may adopt rules relating to the <u>registration,</u> <u>design and operation of used oil collection centers and the</u>
14	transportation, collection and storage of waste oil by waste oil dealers to protect public health, safety and welfare and
16	the environment. The rules may include, without limitation, rules requiring licenses for waste oil dealers and the
18	location of waste oil storage sites that are operated by waste oil dealers, evidence of financial capability and
20	manifest systems for waste oil. A person licensed by the department to transport or handle hazardous waste is not
22	required to obtain a waste oil dealer's license, but the
24	hazardous waste license must include any terms or conditions determined necessary by the department relating to the
26	transportation or handling of waste oil.
28	Sec. 5. 38 MRSA §1319-Y is enacted to read:
30	§1319-Y. Requirements for used oil collection centers
32	Owners and operators must comply with the following requirements in addition to any other requirements that may be
34	established in rules adopted pursuant to section 1319-0.
36	<b>1. Registration.</b> The owner of a used oil collection center shall register the center on a form provided by the department.
	The owner of a used oil collection center shall file an amended registration form within 10 business days upon any change in the
38	information provided on the initial registration.
40	2. Design requirements. The following design requirements
42	<u>apply.</u>
44	A. A used oil collection center may only collect or store used oil in aboveground storage tanks that are double-walled
46	with 360° of secondary containment, are capable of being locked when oil is not being added or removed and have an
48	aggregate capacity of 550 gallons or less.

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2	B. Used oil storage tanks must be located in a manner that permits them to be readily inspected for evidence of leaks.
4	C. Used oil tanks may not be located where any leaks could drain into sewers, floor drains or storm water catch basins.
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8	D. Aboveground tanks used to store used oil must be maintained in good condition with no severe rusting, apparent structural defects or deterioration and no visible
10	leaks.
12	E. Aboveground tanks used to store used oil must be clearly labeled or marked with the words "Used Oil."
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16	3. Operational requirements. The owners and operators of used oil collection centers shall:
18	A. Register a used oil collection center with the department prior to operating the center;
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22	<u>B. Refrain from accepting more than 15 gallons of used oil</u> from any entity or individual in a 24-hour period;
24	C. Maintain a logbook indicating the name, address and telephone number for each individual or entity who brings
26	used oil to the center for collection. The source and
28	approximate quantity of used oil accepted must also be noted for each delivery;
30	D. Visually inspect each load of used oil before accepting the used oil for collection;
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34	E. Maintain the used oil collection tank locked at all times, except when used oil is being added or removed;
36	F. Provide ongoing maintenance and repairs at the center to avoid any environmental hazards such as spills, leaks,
38	discharges, fires and explosions;
40	<u>G. Offer used oil only to persons licensed with the department pursuant to section 1319-0, subsection 2,</u>
42	paragraph A, as waste oil transporters;
44	H. Report to the Department of Public Safety, which shall immediately notify the department and the public safety
46	agency of the municipality in which the discharge takes
48	<u>place, within 2 hours of becoming aware of a discharge and immediately take action to contain and remove any discharges of used oil; and</u>
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	I. Notify the department no later than 24 hours after
2	<u>discovery that used oil delivered to or collected at the</u>
	center is determined to be a hazardous waste.
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6	STATEMENT OF FACT
8	This bill affects used oil collection centers in the following ways:
10	toriowing ways.
10	1. It allows persons wishing to construct used oil
12	collection centers to receive low-interest loans or grants from
	funding administered by the Finance Authority of Maine for the
14	purpose of constructing a center that meets the applicable
	requirements;
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	2. It provides a definition of a used oil collection center
18	within the Maine Hazardous Waste, Septage and Solid Waste
20	Management Act;
20	3. It authorizes the Commissioner of Environmental
22	Protection to waive certain costs incurred by the Maine Hazardous
22	Waste Fund. Reimbursements not to exceed \$10,000 per fiscal year
24	may be waived if the commissioner determines that the center has
	been designed and operated in accordance with the applicable
26	standards. Reimbursement waivers may not be granted more than
	twice per fiscal year at any one location;
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	4. It provides the Department of Environmental Protection
30	with authority to adopt rules relating to the registration,
	design and operation of used oil collection centers; and
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24	5. It establishes registration, design and operational
34	requirements for used oil collection centers.

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