

95TH GENERAL ASSEMBLY State of Illinois 2007 and 2008 SB0154

Introduced 1/31/2007, by Sen. Terry Link

SYNOPSIS AS INTRODUCED:

415 ILCS 5/55.8

from Ch. 111 1/2, par. 1055.8

Amends the Environmental Protection Act. With respect to the additional 50-cent new or used tire fee collected from retail customers, eliminates a provision terminating the fee on January 1, 2008. Makes revisory changes. Effective July 1, 2007.

LRB095 03768 CMK 23797 b

FISCAL NOTE ACT MAY APPLY

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1 AN ACT concerning safety.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Environmental Protection Act is amended by changing Section 55.8 as follows:
- 6 (415 ILCS 5/55.8) (from Ch. 111 1/2, par. 1055.8)
- 7 Sec. 55.8. Tire retailers.
- 8 (a) Beginning July 1, 1992, Any person selling new or used
 9 tires at retail or offering new or used tires for retail sale
 10 in this State shall:
 - (1) beginning on June 20, 2003 (the effective date of Public Act 93-32), collect from retail customers a fee of \$2 per new or and used tire sold and delivered in this State, to be paid to the Department of Revenue and deposited into the Used Tire Management Fund, less a collection allowance of 10 cents per tire to be retained by the retail seller and a collection allowance of 10 cents per tire to be retained by the Department of Revenue and paid into the General Revenue Fund;
 - (1.5) beginning on July 1, 2003, collect from retail customers an additional 50 cents per new or used tire sold and delivered in this State. The money collected from this fee shall be deposited into the Emergency Public Health

Fund. This fee shall no longer be collected beginning on

January 1, 2008.

- (2) accept for recycling used tires from customers, at the point of transfer, in a quantity equal to the number of new tires purchased; and
- (3) post in a conspicuous place a written notice at least 8.5 by 11 inches in size that includes the universal recycling symbol and the following statements: "DO NOT put used tires in the trash."; "Recycle your used tires."; and "State law requires us to accept used tires for recycling, in exchange for new tires purchased.".
- (b) A person who accepts used tires for recycling under subsection (a) shall not allow the tires to accumulate for periods of more than 90 days.
- (c) The requirements of subsection (a) of this Section do not apply to mail order sales nor shall the retail sale of a motor vehicle be considered to be the sale of tires at retail or offering of tires for retail sale. Instead of filing returns, retailers of tires may remit the tire user fee of \$1.00 per tire to their suppliers of tires if the supplier of tires is a registered retailer of tires and agrees or otherwise arranges to collect and remit the tire fee to the Department of Revenue, notwithstanding the fact that the sale of the tire is a sale for resale and not a sale at retail. A tire supplier who enters into such an arrangement with a tire retailer shall be liable for the tax on all tires sold to the tire retailer and

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- must (i) provide the tire retailer with a receipt that
 separately reflects the tire tax collected from the retailer on
 each transaction and (ii) accept used tires for recycling from
 the retailer's customers. The tire supplier shall be entitled
- 5 to the collection allowance of 10 cents per tire.
 - The retailer of the tires must maintain in its books and records evidence that the appropriate fee was paid to the tire supplier and that the tire supplier has agreed to remit the fee to the Department of Revenue for each tire sold by the retailer. Otherwise, the tire retailer shall be directly liable for the fee on all tires sold at retail. Tire retailers paying the fee to their suppliers are not entitled to the collection allowance of 10 cents per tire.
- (d) The requirements of subsection (a) of this Section shall apply exclusively to tires to be used for vehicles defined in Section 1-217 of the Illinois Vehicle Code, aircraft tires, special mobile equipment, and implements of husbandry.
 - (e) The requirements of paragraph (1) of subsection (a) do not apply to the sale of reprocessed tires. For purposes of this Section, "reprocessed tire" means a used tire that has been recapped, retreaded, or regrooved and that has not been placed on a vehicle wheel rim.
- 23 (Source: P.A. 93-32, eff. 6-20-03; 93-52, eff. 6-30-03; revised 10-13-03.)
- 25 Section 99. Effective date. This Act takes effect July 1, 26 2007.