1	HOUSE BILL 291
2	57TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2025
3	INTRODUCED BY
4	Andrea Romero and Jeff Steinborn and Tara L. Lujan
5	
6	
7	
8	
9	
10	AN ACT
11	RELATING TO THE ENVIRONMENT; AMENDING THE RECYCLING AND ILLEGAL
12	DUMPING ACT TO PROMOTE THE STATE'S CIRCULAR ECONOMY; REQUIRING
13	THE ENVIRONMENTAL IMPROVEMENT BOARD TO ADOPT REQUIREMENTS AND
14	PROCEDURES FOR A PERSON TO SUBMIT RULES TO THE BOARD FOR
15	ADOPTION; REQUIRING THE BOARD TO DETERMINE WHETHER TO HOLD A
16	HEARING WITHIN SIXTY DAYS.
17	
18	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
19	SECTION 1. Section 74-13-1 NMSA 1978 (being Laws 2005,
20	Chapter 171, Section 1) is amended to read:
21	"74-13-1. SHORT TITLE[Sections l through 20 of this
22	act] Chapter 74, Article 13 NMSA 1978 may be cited as the
23	"Recycling, <u>Circular Economy</u> and Illegal Dumping Act"."
24	SECTION 2. Section 74-13-2 NMSA 1978 (being Laws 2005,
25	Chapter 171, Section 2) is amended to read:
	.229892.3SA

<u>underscored material = new</u> [bracketed material] = delete "74-13-2. LEGISLATIVE PURPOSES.--The purposes of the Recycling, <u>Circular Economy</u> and Illegal Dumping Act are to:

A. protect the health and welfare of current and future residents of New Mexico by providing for the prevention and abatement of illegal dumpsites;

B. promote environmentally sound methods for reuse and recycling <u>and to foster a circular economy;</u>

C. create a statewide recycling <u>and circular</u> <u>economy</u> alliance involving the cooperation of cities, counties, state agencies, tribal governments, land grant communities and private business to encourage economic development, community development and collaboration that foster sustainable use of resources <u>and</u> increased recycling and <u>that promote a circular</u> <u>economy and a cleaner and healthier environment; and</u>

D. enhance and coordinate existing highway litter control and removal and recycling efforts that include the recycling of tires, glass, plastic, metal, paper products, electronic waste and construction and demolition materials."

SECTION 3. Section 74-13-3 NMSA 1978 (being Laws 2005, Chapter 171, Section 3) is amended to read:

"74-13-3. DEFINITIONS.--As used in the Recycling, <u>Circular Economy</u> and Illegal Dumping Act:

A. "abatement" means to reduce in amount, degree or intensity or to eliminate;

B. "agricultural use" means the beneficial use of .229892.3SA

- 2 -

<u>underscored material = new</u> [bracketed material] = delete 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 scrap tires in conjunction with the operations of a farm or 2 ranch that includes construction projects and aids in the 3 storage of feed; 4 C. "alliance" means the recycling, circular economy 5 and illegal dumping alliance; "board" means the environmental improvement 6 D. 7 board; 8 Ε. "circular economy" means an economy that uses a 9 systems-focused approach and involves industrial processes and 10 economic activities that: 11 (1) are restorative or regenerative by design; 12 (2) enable resources used in such processes 13 and activities to maintain their highest values for as long as 14 possible; and 15 (3) aim for the elimination of waste through 16 the superior design of materials, products and systems, 17 including business models; 18 \underline{F} . "civil engineering application" means the use of 19 scrap tires or other recycled material in conjunction with 20 other aggregate materials in engineering applications; 21 [F.] G. "composting" means the process by which 22 biological decomposition of organic material is carried out 23 under controlled conditions and the process stabilizes the 24 organic fraction into a material that can be easily and safely 25 stored, handled and used in an environmentally acceptable .229892.3SA

bracketed material] = delete underscored material = new

- 3 -

manner;

1

2	[G.] <u>H.</u> "cooperative association" means a refuse
3	disposal district created pursuant to the Refuse Disposal Act,
4	a sanitation district created pursuant to the Water and
5	Sanitation District Act, a special district created pursuant to
6	the Special District Procedures Act or other associations
7	created pursuant to the Joint Powers Agreements Act or the
8	Solid Waste Authority Act;
9	$[H_{\bullet}]$ <u>I.</u> "department" means the department of
10	environment;
11	[I.] <u>J.</u> "dispose" means to deposit scrap tires or
12	solid waste into or on any land or water;
13	$[J_{\cdot}]$ <u>K.</u> "household" means any single and multiple
14	residence, hotel or motel, bunkhouse, ranger station, crew
15	quarters, campground, picnic ground or day-use recreation area;
16	[K.] <u>L.</u> "illegal dumping" means disposal of trash,
17	scrap tires or any solid waste in a manner that violates the
18	Solid Waste Act or the Recycling, <u>Circular Economy</u> and Illegal
19	Dumping Act;
20	$[L_{\cdot}]$ M. "illegal dumpsite" means a place where
21	illegal dumping has occurred except as stated in Subsection A
22	of Section [4 of the Recycling and Illegal Dumping Act] <u>74-13-4</u>
23	<u>NMSA 1978</u> ;
24	$[M_{\bullet}]$ N. "market development" means activities to
25	expand or create markets for recyclable and reusable materials
	•229892•3SA

underscored material = new
[bracketed material] = delete

- 4 -

that foster a circular economy;

2	$[N_{\bullet}] 0_{\bullet}$ "motor vehicle" means a vehicle or device
3	that is propelled by an internal combustion engine or electric
4	motor power that is used or may be used on the public highways
5	for the purpose of transporting persons or property and
6	includes any connected trailer or semitrailer;
7	$[\Theta_{\bullet}]$ <u>P.</u> "processing" means techniques to change
8	physical, chemical or biological character or composition of
9	solid waste but does not include composting, transformation or
10	open burning;
11	[P.] <u>Q.</u> "recycling" means any process by which
12	recyclable materials are collected, separated or processed and
13	reused or returned to use in the form of raw materials or
14	products;
15	$[Q_{\cdot}]$ <u>R.</u> "reuse" means the return of a commodity
16	into the economic stream without a change to its original
17	form;
18	$[R_{\bullet}]$ <u>S.</u> "scrap tire" means a tire that is no longer
19	suitable for its originally intended purpose because of wear,
20	damage or defect;
21	$[S_{\cdot}]$ <u>T.</u> "scrap tire baling" means the process by
22	which scrap tires are mechanically compressed and bound into
23	block form;
24	[T.] <u>U.</u> "scrap tire generator" means a person who
25	generates scrap tires, including retail tire dealers,
	.229892.3SA

<u>underscored material = new</u> [bracketed material] = delete

- 5 -

1 retreaders, scrap tire processors, automobile dealers, 2 automobile salvage yards, private company vehicle maintenance 3 shops, garages, service stations and city, county and state 4 government, but does not include persons who generate scrap 5 tires in a household or in agricultural operations; [U.] V. "scrap tire hauler" means a person who 6 7 transports scrap tires for hire for the purpose of recycling, 8 disposal, transformation or use in a civil engineering 9 application; $[\Psi$.] <u>W</u>. "secretary" means the secretary of 10 11 environment; 12 $[\mathbb{W}_{\cdot}]$ X. "tire" means a continuous solid or 13 pneumatic rubber covering that encircles the wheel of a motor 14 vehicle; 15 [X.] Y. "tire-derived fuel" means whole or chipped 16 tires that produce a low sulfur, high-heating-value fuel; 17 [Y.] Z. "tire-derived product" means a usable 18 product produced from the processing of a scrap tire but does 19 not include baled tires; 20 [Z.] <u>AA.</u> "tire recycling" means a process in which 21 scrap tires are collected, stored, separated or reprocessed for 22 reuse as a different product or shredded into a form suitable 23 for use in rubberized asphalt or as raw material for the 24 manufacture of other products; and 25 [AA.] BB. "tire recycling facility" means a place .229892.3SA

- 6 -

bracketed material] = delete underscored material = new

2 include: 3 retail business premises where tires are (1) sold, if no more than five hundred loose scrap tires or two 4 5 thousand scrap tires, if left in a closed conveyance or 6 enclosure, are kept on the premises at one time; 7 the premises of a tire retreading (2) 8 business, if no more than three thousand scrap tires are kept 9 on the premises at one time; 10 (3) premises where tires are removed from 11 motor vehicles in the ordinary course of business, if no more 12 than five hundred scrap tires are kept on the premises at one 13 time: 14 (4) a solid waste facility having a valid 15 permit or registration issued pursuant to the provisions of the 16 Solid Waste Act or regulations adopted pursuant to that act or 17 registration issued pursuant to the Environmental Improvement 18 Act; or 19 (5) a site where tires are stored or used for 20 agricultural uses." 21 SECTION 4. Section 74-13-6 NMSA 1978 (being Laws 2005, 22 Chapter 171, Section 6) is amended to read: 23 "74-13-6. ADMINISTRATION OF ACT--RECYCLING AND WASTE

operated or maintained for tire recycling but does not

REDUCTION COORDINATOR -- CIRCULAR ECONOMY COORDINATOR .--

<u>A.</u> The department is responsible for the .229892.3SA

<u>underscored material = new</u> [bracketed material] = delete

24

25

1

- 7 -

1 administration and enforcement of the provisions of the 2 Recycling, Circular Economy and Illegal Dumping Act and of all 3 rules adopted by the board pursuant to the provisions of that 4 The department is delegated all authority necessary and act. 5 appropriate to carry out its responsibilities. 6 B. The positions of "recycling and waste reduction 7 coordinator" and "circular economy coordinator" are created in 8 the department and shall be funded from the recycling and 9 illegal dumping fund." 10 SECTION 5. Section 74-13-7 NMSA 1978 (being Laws 2005, 11 Chapter 171, Section 7) is amended to read: 12 "74-13-7. RECYCLING, CIRCULAR ECONOMY AND ILLEGAL DUMPING 13 ALLTANCE . - -14 The "recycling, <u>circular economy</u> and illegal Α. 15 dumping alliance" is created and is [comprised] composed of one 16 member from each of the following: 17 (1) state government; 18 (2) local government; 19 (3) a solid waste authority; 20 (4) an industry waste generator; 21 a tribal government; (5) 22 a nonprofit organization; (6) 23 a recycling company; (7) 24 (8) a retailer; 25 (9) an agricultural producer;

.229892.3SA

bracketed material] = delete

underscored material = new

- 8 -

1 (10) a soil and water conservation district; 2 (11)a waste management company; and 3 the public at large. (12)4 Β. The secretary shall appoint members of the 5 alliance to serve two-year terms as volunteers with no 6 compensation from the state. 7 C. The alliance shall: 8 develop strategies to increase recycling, (1) 9 foster the circular economy and decrease illegal dumping in New 10 Mexico; 11 (2) create a state [recycling] circular 12 economy plan, as a component of the New Mexico solid waste 13 management plan, to establish programs and goals and update the 14 [plan] plans every three years to measure progress and modify 15 strategies; and 16 (3) review and make recommendations for 17 funding grant applications from the recycling and illegal 18 dumping fund." 19 Section 74-13-8 NMSA 1978 (being Laws 2005, SECTION 6. 20 Chapter 171, Section 8) is amended to read: 21 "74-13-8. RULES--AUTHORITY AND CONTENT.--The board shall 22 adopt rules to implement the provisions of the Recycling, 23 Circular Economy and Illegal Dumping Act. The rules shall be 24 adopted pursuant to the provisions of the Environmental 25 Improvement Act and shall include: .229892.3SA

underscored material = new
[bracketed material] = delete

- 9 -

A. requirements and procedures for the issuance of permits and registrations to tire recycling facilities, civil engineering applications, scrap tire generators and scrap tire haulers; B. standards and requirements for tire recycling

B. standards and requirements for tire recyclingand scrap tire storage and processing;

C. record-keeping requirements for tire recycling facilities, scrap tire haulers and scrap tire generators;

9 D. financial assurance criteria for tire recycling
10 facilities;

E. fire rules for storage of scrap tires and tire-derived products that are consistent with the rules or recommendations adopted by the state fire marshal;

F. criteria and procedures for making disbursements pursuant to grant and loan programs authorized from the recycling and illegal dumping fund;

G. requirements and procedures for contracting with counties, municipalities, Indian nations, pueblos and tribes, land grant communities and cooperative associations for the abatement of illegal dumpsites and recycling;

H. requirements and procedures for a scrap tire manifest system;

I. a fee schedule applicable to scrap tire haulers and tire recycling facilities not exceeding the estimated cost of investigating and issuing permits and registrations and .229892.3SA

underscored material = new
[bracketed material] = delete

1

2

3

4

7

8

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- 10 -

1 conducting regulatory oversight of permitted and registered 2 activities; [and]

J. a fee schedule applicable to scrap tire
generators not exceeding the estimated cost of conducting
regulatory oversight of scrap tire generators; and

K. requirements and procedures for a person to
submit proposed rules to the board for adoption. The board
shall determine whether to hold a hearing within sixty days of
submission of a proposed rule."

SECTION 7. Section 74-13-10 NMSA 1978 (being Laws 2005,
Chapter 171, Section 10) is amended to read:

"74-13-10. SOLID WASTE PERMIT EXEMPTION.--A person operating a tire recycling facility under a permit issued pursuant to the Recycling, <u>Circular Economy</u> and Illegal Dumping Act shall not be required to obtain a permit for that facility pursuant to the Solid Waste Act."

SECTION 8. Section 74-13-11 NMSA 1978 (being Laws 2005, Chapter 171, Section 11) is amended to read:

"74-13-11. ABATEMENT OF ILLEGAL DUMPSITE.--

A. The department may bring an abatement action pursuant to the provisions of Section 30-8-8 NMSA 1978 to eliminate an illegal dumpsite.

B. The secretary may act administratively to eliminate illegal dumpsites pursuant to the provisions of the Recycling, <u>Circular Economy</u> and Illegal Dumping Act. .229892.3SA

- 11 -

12

13

14

15

16

17

18

19

20

21

22

23

24

1 C. Nothing in this section shall prohibit a 2 municipality, county, Indian nation, pueblo or tribe, land 3 grant community or cooperative association from contracting for 4 services to complete an abatement action." Section 74-13-13 NMSA 1978 (being Laws 2005, 5 SECTION 9. 6 Chapter 171, Section 13) is amended to read: 7 "74-13-13. ENFORCEMENT--COMPLIANCE ORDERS.--8 Whenever the secretary determines that a person Α. 9 has violated or is violating any requirement or prohibition of 10 the Recycling, Circular Economy and Illegal Dumping Act, a rule 11 adopted pursuant to that act or a condition of a permit issued 12 pursuant to that act, the secretary may: 13 issue a compliance order stating with (1)14 reasonable specificity the nature of the violation and 15 requiring compliance immediately or within a specified time 16 period or assessing a civil penalty for any past or current 17 violation or both; and 18 (2) commence a civil action in district court 19 for appropriate relief, including a temporary or permanent 20 injunction. 21 A compliance order issued pursuant to this Β. 22 section may include a suspension or revocation of a permit or 23 portion of the permit issued by the secretary. A penalty 24 assessed in the compliance order shall not exceed five thousand 25 dollars (\$5,000) per day of noncompliance for each violation. .229892.3SA

= delete underscored material = new bracketed material]

- 12 -

C. A compliance order issued pursuant to this section shall state with reasonable specificity the nature of the required corrective action or other response measure and shall specify a time for compliance.

A compliance order issued pursuant to this D. section shall become final unless, no later than thirty days after the order is served, the person named in the order 8 submits a written request to the secretary for a public hearing. Upon a request, the secretary promptly shall conduct a public hearing. The secretary shall appoint an independent hearing officer to preside over the public hearing. The 12 hearing officer shall make and preserve a complete record of the proceedings and forward a recommendation to the secretary, who shall make the final decision.

The secretary may seek enforcement of the order Ε. by filing an action for enforcement in the district court.

Upon request of a party, the secretary may issue F. subpoenas for the attendance and testimony of witnesses at the hearing and for the production of relevant documents. The secretary shall adopt procedural rules for the conduct of the hearing, including provisions for discovery.

In determining the amount of a penalty G. authorized to be assessed pursuant to this section, the secretary shall take into account the seriousness of the violation, good-faith efforts of the violator to comply with .229892.3SA - 13 -

bracketed material] = delete underscored material = new

1

2

3

4

5

6

7

9

10

11

13

14

15

16

17

18

19

20

21

22

23

24

= delete

underscored material = new

bracketed material]

24

25

1

2

applicable requirements of the Recycling, <u>Circular Economy</u> and Illegal Dumping Act or rules issued pursuant to its provisions and other relevant factors."

SECTION 10. Section 74-13-14 NMSA 1978 (being Laws 2005, Chapter 171, Section 14) is amended to read:

"74-13-14. ENFORCEMENT--FIELD CITATIONS.--

A. The board shall implement a field citation program by adopting rules establishing appropriate minor violations for which field citations assessing civil penalties not to exceed one thousand dollars (\$1,000) per day of violation may be issued by local government authorities or employees of the department as designated by the secretary.

B. A field citation issued pursuant to this section shall be final unless the person named in the citation files a written request for a public hearing with the secretary no later than fifteen days after the date on which the field citation is served on the person, in which case the enforcement of the field citation shall be suspended pending the issuance of a final order of the secretary after a public hearing. The procedures for scheduling and conducting a hearing on and for final disposition of a field citation shall be the same as those provided for a compliance order pursuant to the Recycling, <u>Circular Economy</u> and Illegal Dumping Act.

C. Payment of a civil penalty required by a field citation issued pursuant to this section shall not be a defense .229892.3SA

- 14 -

to further enforcement by the department to correct a continuing violation or to assess the maximum statutory penalty pursuant to the provisions of the Recycling, <u>Circular Economy</u> and Illegal Dumping Act if the violation continues.

D. In determining the amount of a penalty to be assessed pursuant to this section, the secretary or the person issuing a field citation shall take into account the seriousness of the violation, good-faith efforts of the violator to comply with the applicable requirements of the Recycling, <u>Circular Economy</u> and Illegal Dumping Act or rules issued pursuant to its provisions and other relevant factors.

E. In connection with a proceeding pursuant to this section, the secretary may issue subpoenas for the attendance and testimony of witnesses and the production of relevant papers, books and documents and may adopt rules for discovery."

SECTION 11. Section 74-13-15 NMSA 1978 (being Laws 2005, Chapter 171, Section 15) is amended to read:

"74-13-15. JUDICIAL REVIEW OF ADMINISTRATIVE ACTIONS.--A person adversely affected by an administrative action taken by the secretary pursuant to the provisions of the Recycling, <u>Circular Economy</u> and Illegal Dumping Act may appeal the action pursuant to Section 39-3-1.1 NMSA 1978."

SECTION 12. Section 74-13-16 NMSA 1978 (being Laws 2005, Chapter 171, Section 16) is amended to read:

- 15 -

.229892.3SA

<u>underscored material = new</u> [bracketed material] = delete 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

"74-13-16. PENALTY--CRIMINAL.--

2 A. A person who knowingly violates Section [4 of 3 the Recycling and Illegal Dumping Act] 74-13-4 NMSA 1978: 4 is guilty of a misdemeanor if the (1) 5 violation involves a quantity of scrap tires or tire-derived products that is less than five thousand pounds and shall be 6 7 sentenced pursuant to the provisions of Section 31-19-1 NMSA 8 1978; or 9 (2) is guilty of a fourth degree felony if the 10 violation involves a quantity of scrap tires or tire-derived 11 products that is five thousand pounds or greater and shall be 12 sentenced pursuant to the provisions of Section 31-18-15 NMSA 13 1978. 14 A person who knowingly omits any substantive Β. 15 information or knowingly makes a false substantive statement or 16 representation required pursuant to the Recycling, Circular 17 Economy and Illegal Dumping Act or rule adopted pursuant to the 18 provisions of that act is guilty of a fourth degree felony and

shall be sentenced in accordance with the provisions of Section 31-18-15 NMSA 1978."

SECTION 13. Section 74-13-17 NMSA 1978 (being Laws 2005, Chapter 171, Section 17) is amended to read:

"74-13-17. GRANTS--ELIGIBILITY--APPLICATIONS.--

A. A municipality, county, Indian nation, pueblo or tribe, land grant community, cooperative association, [or] .229892.3SA

underscored material = new
[bracketed material] = delete

19

20

21

22

23

24

1 solid waste authority or federally recognized nonprofit 2 organization incorporated in New Mexico that meets eligibility 3 requirements established by the board may apply for a grant for providing funds to public landfills to offset the cost of 4 5 collecting or recycling of tires, [or submit a competitive bid for a loan or contract for development costs or operating costs 6 7 to establish a recycling facility] purchase equipment, perform 8 marketing, purchase products produced by a recycling facility, 9 provide educational outreach, develop recycling infrastructure, 10 abate illegal dumpsites or contract with vendors to promote 11 recycling and to abate illegal dumpsites consistent with 12 provisions of the Recycling, Circular Economy and Illegal 13 Dumping Act. [The first priority for funding shall be 14 abatement of illegal scrap tire dumpsites and the recycling of 15 scrap tires.

inderscored material = new
[bracketed material] = delete

16

17

18

19

20

21

22

23

24

25

B. A grant, loan or contract for processing shall not be awarded pursuant to the Recycling and Illegal Dumping Act to a person who receives less than ninety-five percent of recyclable materials from sources in New Mexico.

G.] <u>B.</u> Nothing in this section prohibits a municipality, county, Indian nation, pueblo or tribe, land grant community or cooperative association from contracting for services to complete an abatement action.

[D. At least two-thirds of budgeted grant money in each fiscal year shall be allocated to tire abatement and .229892.3SA

- 17 -

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

recycling programs, and one-third of budgeted grant money in each fiscal year shall be allocated to abatement of illegal dumping and recycling of other solid wastes.]"

SECTION 14. Section 74-13-19 NMSA 1978 (being Laws 2005, Chapter 171, Section 19) is amended to read:

"74-13-19. RECYCLING AND ILLEGAL DUMPING FUND CREATED.--The "recycling and illegal dumping fund" is created in the state treasury. Fees and penalties collected pursuant to the Recycling, Circular Economy and Illegal Dumping Act shall be deposited into the fund. Money in the fund is appropriated to the department for [abatement of illegal dumpsites; for processing, transportation or recycling of all recyclable materials and scrap tires; for providing funds to public landfills in New Mexico to offset the cost of collecting or recycling of tires; and for] carrying out the provisions of the Recycling, Circular Economy and Illegal Dumping Act. Any unexpended or unencumbered balance or income earned from the money in the recycling and illegal dumping fund remaining at the end of a fiscal year shall not revert to the general fund. Disbursements from the fund shall be by warrant drawn by the secretary of finance and administration pursuant to vouchers signed by the secretary of environment or the secretary's designee."

- 18 -

.229892.3SA

<u>underscored material = new</u> [bracketed material] = delete