

## **S.F. No. 1587 – Allocation of solid waste management tax revenues (as proposed to be amended by A-1 amendment)**

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### **Background:**

Purchasers of waste collection services pay the solid waste management tax. The tax is collected and remitted to the state by providers of waste collection services. In fiscal year 2022, solid waste management tax revenues totaled approximately \$102.5 million.

Under current law, solid waste management tax revenues are allocated between the environmental fund and the general fund. The amount credited to the environmental fund equals the greater of \$33.76 million or 70 percent of the total revenues. The remainder is deposited in the general fund.

### **Proposal:**

Beginning in fiscal year 2024, the bill proposes to allocate additional revenues from the solid waste management tax to the resource management account in the environmental fund. The amounts in the resource management account would be statutorily appropriated to the commissioner of the Pollution Control Agency for payments to counties for certain waste reduction and recycling programs. By fiscal year 2026, 100% of solid waste management tax revenues would be credited to the environmental fund.