2010 SESSION

HOUSE SUBSTITUTE

10105084D 1 **HOUSE BILL NO. 1322** 2 AMENDMENT IN THE NATURE OF A SUBSTITUTE 3 (Proposed by the House Committee on Agriculture, Chesapeake and Natural Resources 4 on February 10, 2010) 5 (Patron Prior to Substitute—Delegate Sherwood) 6 A BILL to amend the Code of Virginia by adding in Title 3.2 a chapter numbered 55.1, consisting of 7 sections numbered 3.2-5508 through 3.2-5515, relating to waste kitchen grease; transportation; fees; 8 penalty. 9 Be it enacted by the General Assembly of Virginia: 1. That the Code of Virginia is amended by adding in Title 3.2 a chapter numbered 55.1, 10 11 consisting of sections numbered 3.2-5508 through 3.2-5515, as follows: CHAPTER 55.1. 12 13 WASTE KITCHEN GREASE. 14 § 3.2-5508. Definitions. 15 As used in this chapter unless the context requires a different meaning: "Food establishment" means those operations subject to regulation by the Virginia Department of 16 17 Health as food establishments under the authority granted by § 35.1-14. "Registrant" means any person who has registered with the Department as a transporter of waste 18 kitchen grease and includes any person who holds more than five percent equity, ownership, or debt 19 20 liability in the person registered to engage in the transportation of waste kitchen grease. 21 "Renderer" means any person who commercially cooks carcasses, or parts or products of carcasses, 22 of cattle, swine, poultry, and other animals and other waste animal by-products and waste kitchen 23 grease into usable products. "Transport" or "transportation" means the movement of waste kitchen grease in a motor vehicle on 24 25 public roads. 26 "Trap grease" means waste kitchen grease that is removed from a grease trap and is principally 27 derived from food preparation and processing. 28 "Usable products" means a product resulting from the processing of waste kitchen grease and shall 29 include biofuels, lubricants, and animal feed, provided that such animal feed uses are allowed by the 30 U.S. Food and Drug Administration. 31 "Waste kitchen grease" means animal fats or vegetable oils that have been used, and will not be 32 reused, for cooking in a food establishment, including trap grease. 33 § 3.2-5509. Application; registration term; fees. 34 A. Except as provided in § 3.2-5510, on and after September 1, 2010, any person who transports 35 waste kitchen grease shall submit an application for registration to the Department not less than 30 days before such transportation. Registration shall be for a term no longer than one year. The 36 37 application shall be submitted in accordance with a procedure established by the Department for this 38 purpose. The application shall include: 39 1. The applicant's name and address; 40 2. A description of the operations to be performed by the applicant; 3. The make, model, license number, and vehicle identification number of any vehicle to be used for 41 42 the transportation of waste kitchen grease; 4. A nonrefundable application fee of \$100; 43 44 5. A fee of \$100 per vehicle used to transport waste kitchen grease; and 6. Proof of personal injury and property damage liability insurance in an amount not less than \$1 45 46 million. 47 B. The Department shall issue each registrant a unique registration number and a registration **48** certificate. 49 § 3.2-5510. Individual use; limitations and additional requirements. 50 A. An individual who transports waste kitchen grease for his own conversion to biofuel shall not be 51 required to register pursuant to § 3.2-5509 provided that he: 1. Transports waste kitchen grease in a container or containers with no more than a total of 275 52 53 gallon capacity on any one vehicle at any time: 54 2. Possesses or controls no more than 1,320 gallons of waste kitchen grease or finished product at 55 any time; and 3. Does not obtain waste kitchen grease from (i) a container owned by a registered transporter of 56 57 waste kitchen grease, (ii) a food establishment under contract with a registered transporter of waste kitchen grease, or (iii) a container owned by a renderer or collection center. 58 59 B. An individual who transports waste kitchen grease to a facility for the purpose of conversion to

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60 biofuel shall not be required to register pursuant to § 3.2-5509 provided that:

61 1. He meets all the requirements of subsection A;

62 2. Transports waste kitchen grease to no more than one facility during a one day period,

63 3. Such facility has a capacity to produce no more than 500 gallons per day of biofuel; and

64 4. Such facility does not possess or control more than 1320 gallons of waste kitchen grease or 65 finished product at any time. 66

§ 3.2-5511. Recordkeeping.

Every registrant shall record, maintain for two years, and make available for inspection by the 67 68 Department the following information:

69 1. The name and address of each location or person from which the registrant obtained the waste 70 kitchen grease for transportation:

71 2. The quantity of material received from each location or person;

72 3. The date on which the waste kitchen grease was obtained from each location or person; and

73 4. The renderer or other processor to which the waste kitchen grease was delivered. 74

§ 3.2-5512. Possession of certificate; display of registration information on motor vehicle.

75 No person required to register under this chapter shall transport waste kitchen grease without (i) 76 having in his possession a registration certificate and (ii) conspicuously displaying the registrant and 77 the registration number in letters not less than three inches high on any vehicle used for the 78 transportation of waste kitchen grease.

79 § 3.2-5513. Suspension or revocation.

80 The Department may suspend or revoke a registration at any time if, in its discretion, the registrant 81 has:

82 1. Sold or offered for sale to an unregistered person any waste kitchen grease knowing such 83 unregistered person would transport such waste kitchen grease;

84 2. Stolen, misappropriated, contaminated, or damaged any waste kitchen grease container or grease 85 therein; or

86 3. Taken possession of waste kitchen grease from an unregistered transporter or has knowingly taken 87 possession of waste kitchen grease that has been stolen.

88 § 3.2-5514. Waste Kitchen Grease Fund established.

89 There is hereby created in the state treasury a special nonreverting fund to be known as the Waste 90 Kitchen Grease Fund, hereafter referred to as "the Fund." The Fund shall be established on the books 91 of the Comptroller. All funds collected under this chapter shall be paid into the state treasury and 92 credited to the Fund. Interest earned on moneys in the Fund shall remain in the Fund and be credited 93 to it. Any moneys remaining in the Fund, including interest thereon, at the end of each fiscal year shall not revert to the general fund but shall remain in the Fund. Moneys in the Fund shall be used solely for 94 95 carrying out the purposes of this chapter. Expenditures and disbursements from the Fund shall be made 96 by the State Treasurer on warrants issued by the Comptroller upon written request signed by the 97 Commissioner. 98

§ 3.2-5515. Unlawful acts; penalty.

99 A. Except for waste kitchen grease transported and delivered pursuant to § 3.2-5510, on and after 100 September 1, 2010, no person shall take possession of more than 55 gallons of waste kitchen grease 101 from an unregistered transporter unless the recipient maintains documentation for 2 years, which shall 102 be made available for inspection by the Department, of the (i) name and address of the person 103 delivering the waste kitchen grease, (ii) date of receipt of the waste kitchen grease, (iii) delivering 104 vehicle's license plate number and state of registration, and (iv) quantity delivered.

105 B. The Department may assess a civil penalty of not more than \$5,000 for any violation of a 106 provision of this chapter

107 C. Any person required to register with the Department pursuant to § 3.2-5514 who fails to so 108 register is guilty of a Class 2 misdemeanor.