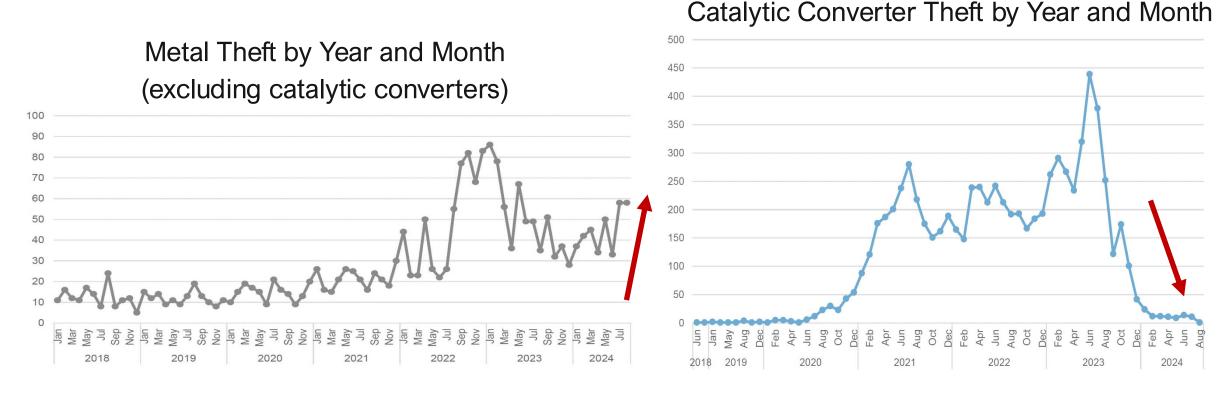
# **A Policy Proposal to Reduce Scrap Metal Thefts** by Regulating Sales

Sponsored by Denver City Council Members Darrell B. Watson (D–9) and Flor Alvidrez (D–7)



### **The Problem is Scrap Metal Theft**



Thefts of Commodity "Scrap" Metals are Increasing

Thefts of Catalytic Converters are Decreasing



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Scrap Metal Thefts by District and

### Years



This data <u>does not</u> include catalytic converter thefts and is provided by the Denver Police Department.

	2018	2019	2020	2021	2022	2023	2024	2025	Total
CD 1	10	9	11	13	50	46	25	11	175
CD 2	1	7	3	1	23	13	19	0	67
CD 3	25	10	11	21	78	79	60	3	287
CD 4	5	3	4	10	10	31	20	0	83
CD 5	7	5	7	13	27	42	27	3	131
CD 6	3	3	1	7	36	32	32	9	123
CD 7	8	10	9	23	42	64	49	7	212
CD 8	14	33	21	40	93	95	119	6	421
CD 9	25	24	45	61	88	84	73	16	416
CD 10	6	5	4	11	30	24	40	5	125
CD 11	4	6	10	11	23	15	13	1	83
Unknown	0	1	2	3	11	18	12	3	50
Total	108	116	128	214	511	543	489	64	2,173



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Scrap Metal Thefts by Location 2018 - 2025



This data <u>does not</u> include catalytic converter thefts and is provided by the Denver Police Department.

Location	Thefts
Air/Bus/Train Terminal	28
Arena/Stadiums/Fairgrounds	2
Savings and Loan/Bank	3
Bar/Night Club	6
Church/Temple/Mosque	19
Commercial/Office Building	232
Construction Site	439
Convenience Store	7
Daycare Facility	1
Department/Discount Store	23
Drug Store/Medial Offices	9
Field/Woods (Not Parks)	100
Government/Public Building	33
Grocery Store/Supermarket	2

Location	Thefts		
Road/Alley/Street/Sidewalk	297		
Hotel/Motel/Etc.	14		
Liquor Store	1		
Park/Playground	4		
Parking Lot/Garage	98		
Rental Storage Facility	12		
Residence/Home	254		
Restaurant	18		
School/College/University	4		
Service/Gas Station	4		
Specialty Store	30		
Unknown / Other	520		
Total Thefts: 2018 - 2025	2,173		



## **The Solution: Regulate Sales** of Scrap Metal like Sales of **Used Catalytic Converters**

### Buyer Requirements for Catalytic Converters

- ✓ Verify Seller's Government ID
  - Prohibit Walk-Up Transactions
- ✓ No Cash Transactions
- ✓ Collect Seller and Vehicle Information
- Require a Seller Affidavit
  Attesting the Inventory was
  Lawfully Acquired
  - Separate and Quarantine
    Incoming Inventory
- Maintain Inventory Records for 180+ Days

### Proposed Requirements for Scrap Metal

- ✓ Verify Seller's Government ID
- Prohibit Walk-Up Transactions
- ✓ No Cash Transactions
- Collect Seller and Vehicle Information
- Require a Seller Affidavit
  Attesting the Inventory was
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- Separate and Quarantine Incoming Inventory
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### What Metal Qualifies as Scrap Metal?

### Scrap Metal means any metal...

- Obtained by demolishing, disassembling, or cutting from its intended use, or intended for reuse or recycling; and
- Includes Cooper, Cooper Alloys, Bronze, Brass, and Aluminum.

### Scrap Metal is NOT

- Coins or precious metals like gold, silver, and platinum.
- Recyclable food and beverage containers.

#### Copper



Bronze



**Brass** 

Aluminum





### **Proposed Policies** for Enforcement

#### Denver news

### Thieves do up to \$50k of damage to city's EV chargers — and get \$120 of copper

Three EV chargers at Scheitler Recreation Center will be offline for up to two months.

🕓 3 min. read

Ishan Thakore Feb. 26, 2025, 5:15 pm



An EV charger at Berkeley Lake Park is defunct after someone cut its copper cables. Feb. 26, 2025. Kevin J. Beaty/Denverite

#### **Responsible Departments**

- **Denver Department of Excise and Licensing**: Oversees compliance and licensing of junk dealers.
- **Denver Police Department**: May conduct inspections and enforcement.

#### **Enforcement Process**

- **Transaction Monitoring:** Detailed records of purchases, like sales and affidavits, must held for 180 days.
- **Inspection Protocols:** The City can inspect transaction records and inventory during business hours.

#### **Consequences of Non-Compliance**

- **Civil Penalties:** Fines of up to \$5k per violation per day.
- License Revocation: Non-compliance can result in license suspension or revocation.



### **Draft Policy Proposal**

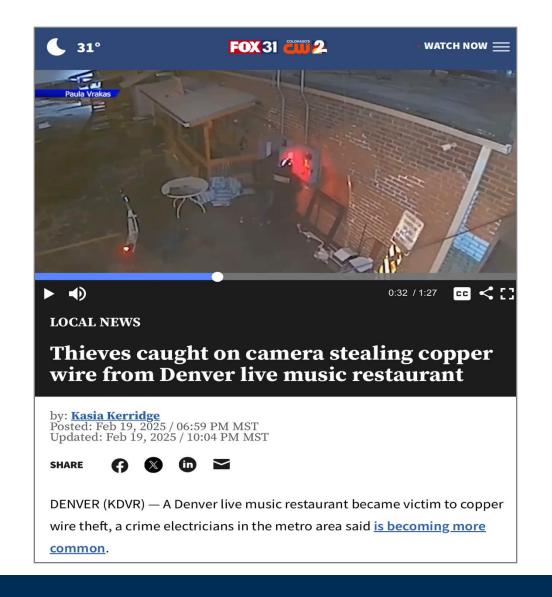
- Sec. 45-66: Definitions
  - Junk dealer: A business that stores, buys, or sells scrap metal or other junk.
  - Scrap metal: Metal like copper, bronze, brass, or aluminum that is demolished, or disassembled for recycling, excluding precious metals.
- Sec. 45-127(a): Purchases must arrive by motor vehicle only and not transported via a cart or walkup.
- Sec. 45-127(b): Scrap metal inventory must be held separately for at least 10 days.
- Sec. 45-127(c): Cash payments for scrap metal are prohibited like with catalytic converters.

- Sec. 45-127(d): Junk dealers must keep scrap metal sales records, including:
  - A photo or video showing the seller, their vehicle, license plate, and the scrap metal.
  - A copy of the seller's valid photo ID.
  - A signed seller affidavit explaining how and where they got the scrap metal and that it was obtained legally.
- Records shall be maintained for 180 and law enforcement may inspect these records.
- Sec. 45-127(e): Violations are civil penalties with fines not to exceed \$5,000, per violation, per day.



### **Draft Policy Proposal**

- Sec. 45-127(f): The following transactions are exempt:
  - Scrap metal from licensed junk dealers, utilities, government entities, or charities.
  - Recyclable food and beverage containers
  - Donations to 501(c)(3) charitable organizations.
- Sec. 45-136(a): Requires a "junk dealer" license, issued by the Department of Excise and Licensing, to maintain, operate, or use for storing, keeping, buying, or selling scrap metal or other junk.
- Sec. 45-136(b): Coin and/or phone collection kiosks do <u>not</u> require a license and are exempt from the policy.





### **Timeline and Outreach**

**Stakeholder Meeting** (6/13/24): Nonprofits, Businesses, Denver Police, & Neighbors **Community Meeting** (7/11/24): Neighbors, City Officials, Businesses, & Nonprofits **Stakeholder Meeting** (8/9/24): City Officials, Nonprofits, Neighbors, & Businesses **Community Meeting** (9/6/24): Neighbors, Businesses, Nonprofits, & City Officials **Stakeholder Meeting** (12/13/24): Businesses, City Officials, Nonprofits, & Neighbors **Community Meeting** (3/18/25): Nonprofits, Businesses, Neighbors, & City Officials **Industry Roundtable** (3/21/25): Scrap Metal Recyclers & City Officials **Scrap Yard Tour** (4/4/25): Scrap Metal Recyclers & City Officials **Budget & Policy Presentation** (4/7/25): Council Members & City Officials **Community Meeting** (4/22/25): Nonprofits, Businesses, Neighbors, & City Officials Business Committee Presentation (Proposed for April 2025): Council Members 1<sup>st</sup> and 2<sup>nd</sup> Readings at City Council (Proposed for April 2025): Council Members





#### NEWS > TRANSPORTATION · News

#### Night thefts of copper wire worth \$110,000 disrupted RTD trains 21 times since April

One person arrested, and RTD officials say many thieves involved



RTD FasTracks contract electrician Wayne Trujillo worked on wiring inside a heater box along tracks near the rail station at Federal Boulevard and Decatur Street on May 17, 2012.



By **BRUCE FINLEY** | bfinley@denverpost.com | The Denver Post UPDATED: October 16, 2024 at 3:24 PM MDT

Copper wire thefts along Regional Transportation District rails at night have disrupted train service 21 times since April and thieves escaped with wires worth about \$110,000, transit agency officials announced on Wednesday.



# Questions and Discussion

#### Stolen MLK statue art recovered from scrap yard: Police

Two suspects are being sought in the theft, authorities said.

By <u>Bill Hutchinson</u> February 28, 2024, 6:14 PM





**MLK monument vandalized in Denver park during Black History Month** A monument honoring the Rev. Martin Luther King Jr. created by the nation's first Black astronaut-turned-sculptor was vandalized in a Denver park.

Three bronze artworks thieves pried off a <u>Denver monument</u> of the Rev. Dr. Martin Luther King Jr. have been recovered by police, who are searching for two suspects who allegedly sold the pieces as scrap metal, authorities said.

