By: Landgraf H.B. No. 2214

## A BILL TO BE ENTITLED

AN ACT

2 relating to the allocation of Texas Emissions Reduction Plan funds.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

4 SECTION 1. Section 386.252(a), Health and Safety Code, is

- 6 Money in the fund and account may be used only to 7 implement and administer programs established under the plan. Subject to the reallocation of funds by the commission under 8 Subsection (h) and after remittance to the state highway fund under 9 Subsection (a-1), money from the fund and account to be used for the 10 programs under Section 386.051(b) shall initially be allocated as 11 12 follows:
- 13 (1) four percent may be used for the clean school bus 14 program under Chapter 390;
- 15 (2) <u>eight</u> [three] percent may be used for the new 16 technology implementation grant program under Chapter 391, from 17 which at least \$1 million will be set aside for electricity storage 18 projects related to renewable energy;
- 19 (3) <u>7.5</u> [five] percent may be used for the Texas clean 20 fleet program under Chapter 392;
- (4) not more than \$3 million may be used by the commission to fund a regional air monitoring program in commission Regions 3 and 4 to be implemented under the commission's oversight, including direction regarding the type, number, location, and

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amended to read as follows:

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H.B. No. 2214
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- 1 operation of, and data validation practices for, monitors funded by
- 2 the program through a regional nonprofit entity located in North
- 3 Texas having representation from counties, municipalities, higher
- 4 education institutions, and private sector interests across the
- 5 area;
- 6 (5)  $\underline{\text{five}}$  [10] percent may be used for the Texas natural
- 7 gas vehicle grant program under Chapter 394;
- 8 (6) not more than \$6 million may be used for the Texas
- 9 alternative fueling facilities program under Chapter 393, of which
- 10 a specified amount may be used for fueling stations to provide
- 11 natural gas fuel, except that money may not be allocated for the
- 12 Texas alternative fueling facilities program for the state fiscal
- 13 year ending August 31, 2019;
- 14 (7) not more than \$750,000 may be used each year to
- 15 support research related to air quality as provided by Chapter 387;
- 16 (8) not more than \$200,000 may be used for a health
- 17 effects study;
- 18 (9) at least \$6 million but not more than \$16 million
- 19 may be used by the commission for administrative costs, including
- 20 all direct and indirect costs for administering the plan, costs for
- 21 conducting outreach and education activities, and costs
- 22 attributable to the review or approval of applications for
- 23 marketable emissions reduction credits;
- 24 (10) six percent may be used by the commission for the
- 25 seaport and rail yard areas emissions reduction program established
- 26 under Subchapter D-1;
- 27 (11) 2.5 [five] percent may be used for the light-duty

H.B. No. 2214

- 1 motor vehicle purchase or lease incentive program established under
- 2 Subchapter D;
- 3 (12) not more than \$216,000 may be used by the
- 4 commission to contract with the Energy Systems Laboratory at the
- 5 Texas A&M Engineering Experiment Station annually for the
- 6 development and annual computation of creditable statewide
- 7 emissions reductions obtained through wind and other renewable
- 8 energy resources for the state implementation plan;
- 9 (13) not more than \$500,000 may be used for studies of
- 10 or pilot programs for incentives for port authorities located in
- 11 nonattainment areas or affected counties to encourage cargo
- 12 movement that reduces emissions of nitrogen oxides and particulate
- 13 matter; and
- 14 (14) the balance is to be used by the commission for
- 15 the diesel emissions reduction incentive program under Subchapter C
- 16 as determined by the commission.
- 17 SECTION 2. This Act takes effect September 1, 2023.