By: Swinford H.B. No. 15

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to fuel savings for state agencies.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Chapter 447, Government Code, is amended by
5	adding Sections 447.010 and 447.011 to read as follows:
6	Sec. 447.010. FUEL SAVINGS FOR STATE AGENCIES. (a) In this
7	section and in Section 447.011:
8	(1) "Cost-effective" means resulting in fuel
9	consumption reduction with a projected savings in fuel cost over a
10	one-year period that exceeds the cost of purchasing and using a
11	technology.
12	(2) "Fuel-saving technology" means a:
13	(A) device containing no lead metal that is
14	installed on a motor vehicle or non-road diesel and that has been
15	proven to reduce fuel consumption per mile or per hour of operation
16	by at least five percent;
17	(B) fuel additive registered in accordance with
18	40 C.F.R. Part 79 that contains no known mutagenic materials and
19	that has been proven to reduce fuel consumption per mile or per hour
20	of operation by at least five percent; or
21	(C) fuel registered in accordance with 40 C.F.R.
22	Part 79 that contains no known mutagenic materials and that has been
23	proven to reduce fuel consumption per mile or per hour of operation
24	by at least five percent.

1	(3) "Motor vehicle" and "non-road diesel" have the
2	meanings assigned by Section 386.101, Health and Safety Code.
3	(4) "Proven fuel-saving technologies" means
4	technologies shown to reduce fuel use by at least five percent in:
5	(A) an Environmental Protection Agency fuel
6	economy federal test protocol test performed at a laboratory
7	recognized by the Environmental Protection Agency;
8	(B) a fuel economy test performed in accordance
9	with protocols and at testing laboratories or facilities recognized
10	by the state energy conservation office, the Texas Commission on
11	Environmental Quality, or the Environmental Protection Agency; or
12	(C) a field demonstration performed in
13	accordance with Section 447.011.
14	(b) A state agency with 10 or more motor vehicles or
15	non-road diesels shall reduce the total fuel consumption of the
16	vehicles or diesels by at least five percent from fiscal year 2002
17	consumption levels through the use of cost-effective proven
18	<pre>fuel-saving technologies.</pre>
19	(c) A state agency may delay reducing fuel use as described
20	in this section until a list of proven fuel-saving technologies is
21	provided by the state energy conservation office as provided by
22	Section 447.011.
23	(d) A state agency may not purchase or use as a fuel-saving
24	technology a technology that:
25	(1) is known to increase oxides of nitrogen emissions
26	or toxic air contaminants;
27	(2) may be reasonably concluded to degrade air quality

- or human health or to negatively impact the environment; or
- 2 (3) is known to affect negatively the manufacturer's
- 3 warranty of a motor vehicle or a non-road diesel.
- 4 (e) A state agency may purchase cost-effective proven
- 5 fuel-saving technologies out of the agency's fuel budget.
- 6 (f) A state agency shall competitively evaluate similar
- 7 fuel-saving technologies.
- 8 (g) A state agency may require a seller of a fuel-saving
- 9 technology to refund the cost of the technology if it is determined
- 10 to be ineffective at reducing fuel use by at least five percent
- 11 before the 91st day after the date the technology is first used by
- 12 the agency.
- (h) A state agency may use fuel-saving technologies that the
- 14 agency determines are cost-effective and may use a fuel-saving
- 15 technology in applications that provide other benefits, including
- 16 emissions reductions.
- (i) A state agency may establish a program for agency
- 18 <u>employees to voluntarily:</u>
- 19 (1) purchase fuel-saving technologies; and
- 20 (2) <u>document reductions in fuel savings</u> and air
- 21 <u>emissions.</u>
- 22 (j) A state agency shall annually report to the state energy
- 23 conservation office on a form provided by the office on the state
- 24 agency's efforts and progress under this section.
- 25 (k) This section does not apply to an institution of higher
- education as defined by Section 61.003, Education Code.
- Sec. 447.011. FIELD DEMONSTRATIONS. (a) Under the

- 1 direction of the state energy conservation office, the Texas
- 2 Department of Transportation shall demonstrate the effectiveness
- 3 of at least four fuel-saving technologies on a combined maximum of
- 4 100 motor vehicles or non-road diesels in accordance with this
- 5 section to determine the fuel-saving technologies that may
- 6 cost-effectively reduce fuel consumption and save state revenue.
- 7 (b) Varying ages and types of motor vehicles and non-road
- 8 diesels shall be selected to demonstrate the fuel-saving
- 9 <u>technologies.</u> Preference shall be given to high-use motor vehicles
- and non-road diesels in the selection.
- 11 (c) The Texas Department of Transportation shall
- demonstrate the performance of fuel-saving technologies by:
- 13 (1) assessing a technology's performance in the normal
- 14 course of operations of motor vehicles or non-road diesels; and
- 15 (2) performing controlled field tests.
- 16 (d) In selecting the technologies to be evaluated, the state
- 17 energy conservation office shall:
- 18 (1) consult with governmental and business
- organizations that are currently using fuel-saving technology;
- 20 (2) consider technologies that are proven fuel-saving
- 21 technologies that have demonstrated fuel economy benefits of five
- 22 percent or more in field tests or recorded use data of government
- 23 <u>organizations or businesses that operate fleets; and</u>
- 24 (3) determine whether each technology selected has the
- 25 potential to be cost-effective.
- 26 (e) A fuel-saving technology may be disqualified from being
- 27 demonstrated or used if it is known to reduce engine performance,

- 1 reduce the life of the engine, require additional maintenance
- 2 expenses, or degrade air quality.
- 3 (f) The Texas Council on Environmental Technology, The
- 4 University of Texas Center for Transportation Research, the
- 5 University of Houston Diesel Emissions Center, or another agency
- 6 may be designated to assist with executing the demonstration,
- 7 compiling the results, estimating the potential average fuel
- 8 savings of the technologies in different applications, or preparing
- 9 a final report.
- 10 (g) On completing the demonstration described by this
- 11 section, the state energy conservation office shall rank the
- 12 fuel-saving technologies based on their fuel savings, other cost
- 13 savings, and overall cost-effectiveness. The office shall:
- 14 (1) list recommended applications of the
- 15 technologies;
- 16 (2) document other negative or positive effects; and
- 17 (3) prepare a concise report of these findings.
- (h) The Texas Council on Environmental Technology shall
- 19 obtain information on any fuel-saving technology that appears to
- 20 reduce particulate matter, oxides of nitrogen, carbon monoxide, or
- 21 <u>hydrocarbon emissions</u>. The Texas Council on Environmental
- 22 Technology may use this information to fund the Environmental
- 23 Protection Agency verification of a technology in accordance with
- 24 Section 387.003, Health and Safety Code.
- 25 (i) The state energy conservation office shall provide the
- 26 report prepared under Subsection (g) to each state agency with 10 or
- 27 more motor vehicles or non-road diesels and to the Legislative

- 1 Budget Board.
- 2 <u>(j) The demonstration and associated reports described by</u>
- 3 this section shall be completed not later than September 1, 2004.
- 4 (k) All results of a demonstration project under this
- 5 section shall be made public on the state energy conservation
- 6 office's Internet website.
- 7 (1) The state energy conservation office shall provide
- 8 quarterly an updated list of all proven fuel-saving technologies on
- 9 its Internet website.
- 10 (m) Money from the state highway fund may not be used for the
- 11 purchase, installation, maintenance, or operation of the
- 12 fuel-saving technologies being assessed or subjected to controlled
- 13 field tests under this section. Repairs to state equipment
- 14 resulting from demonstrations of fuel-saving technologies must be
- paid from the same funds used to implement this section.
- 16 SECTION 2. This Act takes effect on the 91st day after the
- 17 last day of the legislative session.