H.B. No. 3469 By: Hochberg

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the creation of the Texas Clean School Bus program.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Section 386.051(b) Health and Safety Code is
5	amended to read as follows:
6	(b) Under the plan, the commission and the comptroller shall
7	provide grants or other funding for:
8	(1) the diesel emissions reduction incentive program
9	established under Subchapter C, including for infrastructure
10	demonstration projects established under that subchapter;

- (2) the motor vehicle purchase or lease incentive 11 12 program established under Subchapter D; [and]
- 13 (3) the new technology research and development program established under Chapter 387; and 14
- (4) the Texas Clean School Bus program established 15 under Chapter 390. 16
- 17 SECTION 2. Section 386.052(b), Health and Safety Code, is amended to read as follows: 18
- 19 (b) Appropriate commission objectives include:
- achieving maximum reductions in oxides of nitrogen 20 21 to demonstrate compliance with the state implementation plan;
- (2) preventing areas of the state from being in 22 23 violation of national ambient air quality standards; [and]
- 24 (3) achieving cost-saving and multiple benefits by

- 1 reducing emissions of other pollutants; and [-]
- 2 (4) achieving reductions of diesel exhaust from school
- 3 buses through the Texas Clean School Bus program established under
- 4 Chapter 390.
- 5 SECTION 3. Section 386.252(a)(1) Health and Safety Code is
- 6 amended to read as follows:
- 7 (1) for the diesel emissions reduction incentive
- 8 program, 87.5 percent of the money in the fund, of which no more
- 9 than 1.5 percent may be allocated each year for the Texas Clean
- 10 School Bus program under Chapter 390 and not more than 10 percent
- 11 may be used for on-road diesel purchase or lease incentives;
- 12 SECTION 4. Subtitle C, Title 5, Health and Safety Code, is
- amended by adding Chapter 390 to read as follows:
- 14 CHAPTER 390. TEXAS CLEAN SCHOOL BUS PROGRAM
- Sec. 390.101. DEFINITIONS. In this chapter:
- 16 (1) "Diesel exhaust" means one or more of the air
- 17 pollutants emitted by the combustion of diesel fuel, including
- 18 particulate matter, nitrogen oxides, volatile organic compounds,
- 19 air toxics and carbon monoxide.
- 20 (2) "Qualifying fuel" includes any liquid or gaseous
- 21 <u>fuel or additives registered or verified by the United States</u>
- 22 <u>Environmental Protection Agency</u>, other than standard gasoline or
- 23 <u>diesel</u>, that is ultimately dispensed into a covered vehicle that
- 24 provides reductions of emissions of particulate matter.
- 25 (3) All other terms have the same meaning as in Section
- 26 386.101.
- Sec. 390.102. PROGRAM. (a) The commission shall establish

- 1 and administer a Clean School Bus program designed to reduce the
- 2 exposure of school children to diesel exhaust in and around diesel
- 3 fueled school buses. Under the program, the commission shall
- 4 provide grants for eligible projects to offset the incremental cost
- of projects that reduce emissions of diesel exhaust.
- 6 (b) Emissions-reducing projects that may be considered for
- 7 <u>a grant under the program include:</u>
- 8 (1) diesel oxidation catalysts for school buses built
- 9 <u>prior to 1994;</u>
- 10 (2) diesel particulate filters for school buses built
- 11 from 1994 to 1998;
- 12 (3) purchase and use of emissions-reducing add-on
- 13 equipment for school buses, including devices that reduce crankcase
- 14 emissions;
- 15 (4) use of qualifying fuel; or
- 16 (5) other technologies that the commission finds will
- 17 bring significant emissions reductions.
- 18 Sec. 390.103. APPLICATION FOR GRANT. (a) Any school
- district in the state that operates one or more diesel fueled school
- 20 buses or a transportation system provided by a countywide school
- 21 district may apply for a grant under the program.
- 22 (b) An application for a grant under this subchapter must be
- 23 made on an application provided by the commission and must contain
- information required by the commission.
- Sec. 390.104. ELIGIBILITY REQUIREMENTS. (a) The
- 26 commission shall by rule establish priorities for projects eligible
- 27 to receive grants under this chapter. The commission shall review

- 1 and may modify the criteria and priorities as appropriate.
- 2 (b) School buses proposed for retrofit must be used on
- 3 regular, daily routes to and from schools and have at least five
- 4 years of useful remaining life unless the applicant agrees to
- 5 remove the retrofit devices at the end of life of buses with less
- 6 than five years of remaining life and reinstall them on other buses.
- 7 <u>(d) The commission may approve payments for reasonable and</u>
- 8 necessary expenses for the labor to install emissions-reducing
- 9 equipment.
- Sec. 390.106. EXPIRATION. This chapter expires August 31,
- 11 2010.
- 12 SECTION 5. This Act takes effect immediately if it receives
- 13 a vote of two-thirds of all the members elected to each house, as
- 14 provided by Section 39, Article III, Texas Constitution. If this
- 15 Act does not receive the vote necessary for immediate effect, this
- 16 Act takes effect September 1, 2005.