By: Swinford H.B. No. 3168

Substitute the following for H.B. No. 3168:

By: Anderson C.S.H.B. No. 3168

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to incentives for and the regulation of biofuel production

- 3 and distribution in this state.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Chapter 16, Agriculture Code, is amended by
- 6 adding Section 16.007 to read as follows:
- 7 Sec. 16.007. REGULATION OF FUEL ETHANOL OR BIODIESEL IN A
- 8 MANNER MORE STRINGENT THAN FEDERAL LAW. (a) In this section,
- 9 "state agency" has the meaning assigned by Section 315.002,
- 10 Government Code.
- 11 (b) Except as provided by this section, a state agency may
- 12 not adopt or implement rules in a manner that restricts the
- 13 production or distribution of fuel ethanol or biodiesel if the
- 14 rules impose a restriction more stringent than federal law
- 15 provides.
- 16 (c) After May 1, 2009, Subsection (b) does not apply to a
- 17 rule adopted by the Texas Commission on Environmental Quality if
- 18 that commission determines that, without imposing the restriction
- 19 provided by the rule, emissions generated by using fuel ethanol or
- 20 biodiesel will materially jeopardize compliance with the state
- 21 implementation plan for attaining national ambient air quality
- 22 standards.
- 23 SECTION 2. This Act takes effect immediately if it receives
- 24 a vote of two-thirds of all the members elected to each house, as

C.S.H.B. No. 3168

- 1 provided by Section 39, Article III, Texas Constitution. If this
- 2 Act does not receive the vote necessary for immediate effect, this
- 3 Act takes effect September 1, 2007.