By: Raney, Pitts, Kacal, Cook, et al. H.B. No. 1115

Substitute the following for H.B. No. 1115:

By: Isaac C.S.H.B. No. 1115

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the eligibility for grants for natural gas fueling
- 3 stations under the Texas natural gas vehicle grant program.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 394.005(c), Health and Safety Code, as
- 6 added by Chapter 892 (S.B. 385), Acts of the 82nd Legislature,
- 7 Regular Session, 2011, is amended to read as follows:
- 8 (c) As a condition of receiving a grant, the qualifying
- 9 vehicle must be continuously owned, leased, or otherwise
- 10 commercially financed and registered and operated in the state by
- 11 the grant recipient until the earlier of the fourth anniversary of
- 12 the date of reimbursement of the grant-funded expenses or until the
- 13 date the vehicle has been in operation for 400,000 miles after the
- 14 date of reimbursement. Not less than 75 percent of the annual use
- 15 of the qualifying vehicle, either mileage or fuel use as determined
- 16 by the commission, must occur in:
- 17 (1) the counties any part of which are included in the
- 18 area described by Section 394.010(a-1) [394.010(a)]; or
- 19 (2) counties designated as nonattainment areas within
- 20 the meaning of Section 107(d) of the federal Clean Air Act (42
- 21 U.S.C. Section 7407).
- SECTION 2. Section 394.010, Health and Safety Code, is
- 23 amended by amending Subsections (a) and (d) and adding Subsections
- 24 (a-1), (a-2), (h), and (i) to read as follows:

(a) <u>In this section:</u>

- 2 (1) "State highway system" means the highways in this
- 3 state included in the plan providing for a system of state highways
- 4 prepared by the executive director of the Texas Department of
- 5 Transportation under Section 201.103, Transportation Code.
- 6 (2) "United States highway" means a highway designated
- 7 as part of the United States highway system by the American
- 8 Association of State Highways and Transportation Officials.
- 9 (a-1) To ensure that natural gas vehicles purchased,
- 10 leased, or otherwise commercially financed or repowered under the
- 11 program have access to fuel, and to build the foundation for a
- 12 self-sustaining market for natural gas vehicles in Texas, the
- 13 commission shall award grants to support the development of a
- 14 network of natural gas vehicle fueling stations:
- 15 <u>(1)</u> along the interstate highways connecting Houston,
- 16 San Antonio, Dallas, and Fort Worth; and
- 17 (2) along the state highway system or a United States
- 18 highway in counties contained wholly or partly in the triangular
- 19 area described by Subdivision (1).
- 20 (a-2) In awarding the grants, the commission shall provide
- 21 for:

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- 22 (1) strategically placed natural gas vehicle fueling
- 23 stations in and between the Houston, San Antonio, and Dallas-Fort
- 24 Worth areas to enable a natural gas vehicle to travel in [along]
- 25 that triangular area relying solely on natural gas fuel;
- 26 (2) grants to be dispersed through a competitive
- 27 bidding process to offset a portion of the cost of installation of

- 1 the natural gas dispensing equipment;
- 2 (3) contracts that require the recipient stations to
- 3 meet operational, maintenance, and reporting requirements as
- 4 specified by the commission; and
- 5 (4) a listing, to be maintained by the commission and
- 6 made available to the public online, of all natural gas vehicle
- 7 fueling stations that have received grant funding, including
- 8 location and hours of operation.
- 9 (d) Stations funded by grants under this section must be
- 10 publicly accessible and located not more than three miles from \underline{a}
- 11 highway designated as part of the state highway system, a United
- 12 States highway, or an interstate highway system. The commission
- 13 shall give preference to:
- 14 (1) stations providing both liquefied natural gas and
- 15 compressed natural gas at a single location; and
- 16 (2) stations located not more than one mile from a
- 17 highway designated as part of:
- 18 (A) the state highway system;
- (B) a United States highway; or
- 20 <u>(C)</u> an interstate highway system.
- 21 (h) An application for a grant under this section must
- 22 contain a certification that the applicant is in compliance with
- 23 all laws, rules, and requirements regarding taxation of fuel
- 24 provided by the applicant at any fueling facility owned or operated
- 25 by the applicant existing at the time the application was filed.
- 26 (i) The commission may terminate a grant awarded under this
- 27 section without further obligation to the grant recipient if the

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- 1 commission determines that the recipient was not in compliance with
- 2 <u>a law, rule, or requirement described by Subsection (h) at the time</u>
- 3 of application. This subsection does not create a cause of action
- 4 to contest an application or award of a grant.
- 5 SECTION 3. Chapter 393, Health and Safety Code, as added by
- 6 Chapter 589 (S.B. 20), Acts of the 82nd Legislature, Regular
- 7 Session, 2011, is repealed.
- 8 SECTION 4. This Act takes effect September 1, 2013.