By: Zaffirini

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S.B. No. 911

A BILL TO BE ENTITLED

AN ACT

2 relating to the eligibility for grants for natural gas fueling 3 stations under the Texas natural gas vehicle grant program.

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

5 SECTION 1. Section 394.005(c), Health and Safety Code, is 6 amended to read as follows:

(c) As a condition of receiving a grant, the qualifying 7 vehicle must be continuously owned, leased, or otherwise 8 9 commercially financed and registered and operated in the state by the grant recipient until the earlier of the fourth anniversary of 10 11 the date of reimbursement of the grant-funded expenses or until the 12 date the vehicle has been in operation for 400,000 miles after the date of reimbursement. Not less than 75 percent of the annual use 13 of the qualifying vehicle, either mileage or fuel use as determined 14 by the commission, must occur in: 15

16 (1) the counties any part of which are included in the 17 <u>areas</u> [area] described by Section <u>394.010(a-1)</u> [394.010(a)]; or

18 (2) counties designated as nonattainment areas within
19 the meaning of Section 107(d) of the federal Clean Air Act (42
20 U.S.C. Section 7407).

21 SECTION 2. The heading to Section 394.010, Health and 22 Safety Code, is amended to read as follows:

Sec. 394.010. CLEAN TRANSPORTATION <u>TRIANGLES</u> [TRIANGLE].
 SECTION 3. Section 394.010, Health and Safety Code, is

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1 amended by amending Subsections (a) and (d) and adding Subsections 2 (a-1), (a-2), and (d-1) to read as follows:

3 (a) <u>In this section:</u>
4 <u>(1) "Affected county" has the meaning assigned by</u>
5 <u>Section 386.001.</u>

6 (2) "State highway" means a highway in this state 7 included in the plan providing for a system of state highways 8 prepared by the executive director of the Texas Department of 9 Transportation under Section 201.103, Transportation Code.

10 <u>(a-1)</u> To ensure that natural gas vehicles purchased, 11 leased, or otherwise commercially financed or repowered under the 12 program have access to fuel, and to build the foundation for a 13 self-sustaining market for natural gas vehicles in Texas, the 14 commission shall award grants to support the development of a 15 network of natural gas vehicle fueling stations:

16 <u>(1)</u> along the interstate highways connecting Houston, 17 San Antonio, Dallas, and Fort Worth;

18 (2) along the interstate highways connecting San 19 Antonio to Corpus Christi and Laredo and the state highways 20 connecting Corpus Christi and Laredo; [7] and

21 (3) in nonattainment areas and affected counties of 22 the state. 23 (a-2) In awarding the grants, the commission shall provide 24 for:

25 (1) strategically placed natural gas vehicle fueling26 stations:

27 (A) in and between the Houston, San Antonio, and

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1 Dallas-Fort Worth areas to enable a natural gas vehicle to travel along that triangular area relying solely on natural gas fuel; 2 (B) in and between the Corpus Christi, Laredo, 3 and San Antonio areas to enable a natural gas vehicle to travel 4 5 along that triangular area relying solely on natural gas fuel; $[\tau]$ 6 and 7 (C) in nonattainment areas and affected counties 8 of the state, to enable a natural gas vehicle to travel in those areas relying solely on natural gas fuel; 9 10 (2) the grants for each region described by Subsection (a-1)(1), (2), or (3) to be dispersed through a competitive bidding 11 12 process to offset a portion of the cost of installation of the 13 natural gas dispensing equipment; 14 (3) contracts that require the recipient stations to 15 meet operational, maintenance, and reporting requirements as specified by the commission; and 16 17 (4) for each region described by Subsection (a-1)(1) or (2), a listing, to be maintained by the commission and made 18 19 available to the public online, of all natural gas vehicle fueling stations that have received grant funding, including location and 20 hours of operation. 21 (d) Stations funded by grants under this section must be 22 publicly accessible and must be located: 23 24 (1) not more than three miles from an interstate 25 highway described by Subsection (a-1)(1); 26 (2) not more than three miles from an interstate highway or state highway described by Subsection (a-1)(2); or 27

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(3) in a nonattainment area or affected county of the
state.
(d-1) In awarding grants for stations under this section,
the [The] commission shall give preference to:
(1) stations providing both liquefied natural gas and
compressed natural gas at a single location;
(2) stations located not more than one mile from an
interstate highway [system]; and
(3) stations located in the triangular <u>areas described</u>
by Subsections (a-2)(1)(A) and (B) [area between the Houston, San
Antonio, and Dallas-Fort Worth areas].
SECTION 4. This Act takes effect September 1, 2015.