By: Zaffirini S.B. No. 768

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the Texas emissions reduction plan, including the
3	eligibility for grants for natural gas fueling stations under the
4	Texas natural gas vehicle grant program.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Section 386.002, Health and Safety Code, is
7	amended to read as follows:
8	Sec. 386.002. EXPIRATION. This chapter expires on the last
9	day of the state fiscal biennium during which the commission
10	publishes in the Texas Register certification that, with respect to
11	each national ambient air quality standard for ozone under 40
12	C.F.R. Section 81.344, the United States Environmental Protection
13	Agency has, for each designated area under that section:
14	(1) designated the area as attainment or
15	unclassifiable; or
16	(2) approved a redesignation substitute making a

- 16
- finding of attainment for the area [August 31, 2019]. 17
- SECTION 2. Section 390.006, Health and Safety Code, is 18
- amended to read as follows: 19
- 20 Sec. 390.006. EXPIRATION. This chapter expires on the last
- 21 day of the state fiscal biennium during which the commission
- publishes in the Texas Register certification that, with respect to 22
- each national ambient air quality standard for ozone under 40 23
- C.F.R. Section 81.344, the United States Environmental Protection 24

- 1 Agency has, for each designated area under that section:
- 2 (1) designated the area as attainment or
- 3 unclassifiable; or
- 4 (2) approved a redesignation substitute making a
- 5 finding of attainment for the area [August 31, 2019].
- 6 SECTION 3. Section 391.304, Health and Safety Code, is
- 7 amended to read as follows:
- 8 Sec. 391.304. EXPIRATION. This chapter expires on the last
- 9 day of the state fiscal biennium during which the commission
- 10 publishes in the Texas Register certification that, with respect to
- 11 each national ambient air quality standard for ozone under 40
- 12 C.F.R. Section 81.344, the United States Environmental Protection
- 13 Agency has, for each designated area under that section:
- 14 (1) designated the area as attainment or
- 15 <u>unclassifiable; or</u>
- 16 (2) approved a redesignation substitute making a
- 17 finding of attainment for the area [August 31, 2019].
- 18 SECTION 4. Section 392.008, Health and Safety Code, is
- 19 amended to read as follows:
- Sec. 392.008. EXPIRATION. This chapter expires on the last
- 21 day of the state fiscal biennium during which the commission
- 22 publishes in the Texas Register certification that, with respect to
- 23 each national ambient air quality standard for ozone under 40
- 24 C.F.R. Section 81.344, the United States Environmental Protection
- 25 Agency has, for each designated area under that section:
- 26 (1) designated the area as attainment or
- 27 unclassifiable; or

- 1 (2) approved a redesignation substitute making a
- 2 finding of attainment for the area [August 31, 2017].
- 3 SECTION 5. Section 393.007, Health and Safety Code, is
- 4 amended to read as follows:
- 5 Sec. 393.007. EXPIRATION. This chapter expires on the last
- 6 day of the state fiscal biennium during which the commission
- 7 publishes in the Texas Register certification that, with respect to
- 8 each national ambient air quality standard for ozone under 40
- 9 C.F.R. Section 81.344, the United States Environmental Protection
- 10 Agency has, for each designated area under that section:
- 11 (1) designated the area as attainment or
- 12 unclassifiable; or
- 13 (2) approved a redesignation substitute making a
- 14 finding of attainment for the area [August 31, 2018].
- SECTION 6. Section 394.005(c), Health and Safety Code, is
- 16 amended to read as follows:
- 17 (c) As a condition of receiving a grant, the qualifying
- 18 vehicle must be continuously owned, leased, or otherwise
- 19 commercially financed and registered and operated in the state by
- 20 the grant recipient until the earlier of the fourth anniversary of
- 21 the date of reimbursement of the grant-funded expenses or until the
- 22 date the vehicle has been in operation for 400,000 miles after the
- 23 date of reimbursement. Not less than 75 percent of the annual use
- 24 of the qualifying vehicle, either mileage or fuel use as determined
- 25 by the commission, must occur in:
- 26 (1) the counties any part of which are included in the
- 27 areas [area] described by Section 394.010(a-1) $[\frac{394.010(a)}{a}]$; or

- 1 (2) counties designated as nonattainment areas within
- 2 the meaning of Section 107(d) of the federal Clean Air Act (42
- 3 U.S.C. Section 7407).
- 4 SECTION 7. The heading to Section 394.010, Health and
- 5 Safety Code, is amended to read as follows:
- 6 Sec. 394.010. CLEAN TRANSPORTATION TRIANGLES [TRIANGLE].
- 7 SECTION 8. Section 394.010, Health and Safety Code, is
- 8 amended by amending Subsections (a) and (d) and adding Subsections
- 9 (a-1) and (a-2) to read as follows:
- 10 (a) In this section, "affected county" has the meaning
- 11 assigned by Section 386.001.
- 12 (a-1) To ensure that natural gas vehicles purchased,
- 13 leased, or otherwise commercially financed or repowered under the
- 14 program have access to fuel, and to build the foundation for a
- 15 self-sustaining market for natural gas vehicles in Texas, the
- 16 commission shall award grants to support the development of a
- 17 network of natural gas vehicle fueling stations:
- 18 (1) along the interstate highways connecting Houston,
- 19 San Antonio, Dallas, and Fort Worth;
- 20 (2) along the interstate highways connecting San
- 21 Antonio to Corpus Christi and Laredo and the highways connecting
- 22 Corpus Christi and Laredo that are in the state highway system; $[\tau]$
- 23 and
- 24 (3) in nonattainment areas and affected counties of
- 25 the state.
- 26 (a-2) In awarding the grants, the commission shall provide
- 27 for:

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

- 1 interstate highway [system]; and
- 2 (3) stations located in the triangular <u>areas described</u>
- 3 by Subsections (a-2)(1)(A) and (B) [area between the Houston, San
- 4 Antonio, and Dallas-Fort Worth areas].
- 5 SECTION 9. Section 394.012, Health and Safety Code, is
- 6 amended to read as follows:
- 7 Sec. 394.012. EXPIRATION. This chapter expires on the last
- 8 day of the state fiscal biennium during which the commission
- 9 publishes in the Texas Register certification that, with respect to
- 10 each national ambient air quality standard for ozone under 40
- 11 C.F.R. Section 81.344, the United States Environmental Protection
- 12 Agency has, for each designated area under that section:
- 13 (1) designated the area as attainment or
- 14 unclassifiable; or
- 15 (2) approved a redesignation substitute making a
- 16 finding of attainment for the area [August 31, 2017].
- 17 SECTION 10. This Act takes effect August 30, 2017, but only
- 18 if S.B. 26, or similar legislation of the 85th Legislature, Regular
- 19 Session, 2017, that changes the expiration dates for the Texas
- 20 emissions reduction plan and certain programs funded under that
- 21 plan and transfers provisions governing grants for natural gas
- 22 vehicle fueling facilities along interstate highways connecting
- 23 Houston, San Antonio, Dallas, and Fort Worth and in nonattainment
- 24 areas from the Texas natural gas vehicle grant program under
- 25 Chapter 394, Health and Safety Code, to the Texas alternative
- 26 fueling facility program under Chapter 393, Health and Safety Code,
- 27 does not become law. If such a bill becomes law, this Act has no

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1 effect.