By: Murphy

H.B. No. 889

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the repeal of the light-duty motor vehicle purchase or lease incentive program. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Sections 2158.001(3) and (4), Government Code, are amended to read as follows: 6 7 (3) "Light-duty motor vehicle" has the meaning assigned by Section 392.001 [386.151], Health and Safety Code. 8 (4) "Motor vehicle" has the meaning assigned by 9 Section 392.001 [386.151], Health and Safety Code. 10 11 SECTION 2. Section 386.051(b), Health and Safety Code, is 12 amended to read as follows: (b) Under the plan, the commission and the comptroller shall 13 provide grants or other funding for: 14 (1) the diesel emissions reduction incentive program 15 16 established under Subchapter C, including for infrastructure projects established under that subchapter; 17 18 (2) [the motor vehicle purchase or lease incentive program established under Subchapter D; 19 [(3)] the air quality research support program 20 21 established under Chapter 387; 22 (3) [(4)] the clean school bus program established 23 under Chapter 390; 24 (4) [(5)] the new technology implementation grant

86R4190 JRR-D

1 program established under Chapter 391;

2 (5) [(6)] the regional air monitoring program
3 established under Section 386.252(a);

4 (6) [(7)] a health effects study as provided by
5 Section 386.252(a);

6 (7) [(8)] air quality planning activities as provided
7 by Section 386.252(d);

8 (8) [(9)] a contract with the Energy Systems 9 Laboratory at the Texas A&M Engineering Experiment Station for 10 computation of creditable statewide emissions reductions as 11 provided by Section 386.252(a);

12 (9) [(10)] the <u>Texas</u> clean fleet program established 13 under Chapter 392;

14 <u>(10)</u> [(11)] the <u>Texas</u> alternative fueling facilities 15 program established under Chapter 393;

16 <u>(11)</u> [(12)] the <u>Texas</u> natural gas vehicle grant 17 program established under Chapter 394;

18 <u>(12)</u> [(13)] other programs the commission may develop 19 that lead to reduced emissions of nitrogen oxides, particulate 20 matter, or volatile organic compounds in a nonattainment area or 21 affected county;

22 (13) [(14)] other programs the commission may develop 23 that support congestion mitigation to reduce mobile source ozone 24 precursor emissions;

25 (14) [(15)] the seaport and rail yard areas emissions
 26 reduction program established under Subchapter D-1;

27 (15) [(16)] conducting research and other activities

1 associated with making any necessary demonstrations to the United 2 States Environmental Protection Agency to account for the impact of 3 foreign emissions or an exceptional event;

H.B. No. 889

4 <u>(16)</u> [(17)] studies of or pilot programs for 5 incentives for port authorities located in nonattainment areas or 6 affected counties as provided by Section 386.252(a); and

7 (17) [(18)] the governmental alternative fuel fleet
8 grant program established under Chapter 395.

9 SECTION 3. Sections 386.252(a) and (b), Health and Safety 10 Code, are amended to read as follows:

(a) Money in the fund may be used only to implement and administer programs established under the plan. Subject to the reallocation of funds by the commission under Subsection (h), money appropriated to the commission to be used for the programs under Section 386.051(b) shall initially be allocated as follows:

16 (1) four percent may be used for the clean school bus 17 program under Chapter 390;

18 (2) three percent may be used for the new technology 19 implementation grant program under Chapter 391, from which at least 20 \$1 million will be set aside for electricity storage projects 21 related to renewable energy;

(3) five percent may be used for the <u>Texas</u> clean fleet
program under Chapter 392;

(4) not more than \$3 million may be used by the
commission to fund a regional air monitoring program in commission
Regions 3 and 4 to be implemented under the commission's oversight,
including direction regarding the type, number, location, and

operation of, and data validation practices for, monitors funded by the program through a regional nonprofit entity located in North Texas having representation from counties, municipalities, higher education institutions, and private sector interests across the area;

6 (5) 10 percent may be used for the Texas natural gas 7 vehicle grant program under Chapter 394;

8 (6) not more than \$6 million may be used for the Texas 9 alternative fueling facilities program under Chapter 393, of which 10 a specified amount may be used for fueling stations to provide 11 natural gas fuel, except that money may not be allocated for the 12 Texas alternative fueling facilities program for the state fiscal 13 year ending August 31, 2019;

14 (7) not more than \$750,000 may be used each year to
15 support research related to air quality as provided by Chapter 387;

16 (8) not more than \$200,000 may be used for a health 17 effects study;

at least \$6 million but not more than \$8 million is 18 (9) 19 allocated to the commission for administrative costs, including all direct and indirect costs for administering the plan, costs for 20 conducting outreach and education activities, 21 and costs attributable to the review or approval of applications 22 for 23 marketable emissions reduction credits;

(10) six percent may be used by the commission for the seaport and rail yard areas emissions reduction program established under Subchapter D-1;

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(11) [five percent may be used for the light-duty

1 motor vehicle purchase or lease incentive program established under 2 Subchapter D;

3 [(12)] not more than \$216,000 is allocated to the 4 commission to contract with the Energy Systems Laboratory at the 5 Texas A&M Engineering Experiment Station annually for the 6 development and annual computation of creditable statewide 7 emissions reductions obtained through wind and other renewable 8 energy resources for the state implementation plan;

9 <u>(12)</u> [(13)] not more than \$500,000 may be used for 10 studies of or pilot programs for incentives for port authorities 11 located in nonattainment areas or affected counties to encourage 12 cargo movement that reduces emissions of nitrogen oxides and 13 particulate matter; and

14 <u>(13)</u> [(14)] the balance is to be used by the 15 commission for the diesel emissions reduction incentive program 16 under Subchapter C as determined by the commission.

(b) Money in the fund may be used by the commission for programs under Sections <u>386.051(b)(12)</u>, (b)(13) [386.051(b)(13), (b)(14)], and (b-1) as may be appropriated for those programs.

20 SECTION 4. Sections 392.001(6) and (7), Health and Safety 21 Code, are amended to read as follows:

(6) "Light-duty motor vehicle" <u>means a motor vehicle</u> with a gross vehicle weight rating of less than 10,000 pounds [has the meaning assigned by Section 386.151].

(7) "Motor vehicle" <u>means a self-propelled device</u>
 <u>designed for transporting persons or property on a public highway</u>
 that is required to be registered under Chapter 502, Transportation

1 Code [has the meaning assigned by Section 386.151].

2 SECTION 5. Section 394.001(7), Health and Safety Code, is 3 amended to read as follows:

4 (7) "Motor vehicle" has the meaning assigned by 5 Section 392.001 [386.151].

6 SECTION 6. Subchapter D, Chapter 386, Health and Safety 7 Code, is repealed.

8 SECTION 7. The repeal by this Act of Subchapter D, Chapter 9 386, Health and Safety Code, does not apply to a grant issued under 10 that subchapter before the effective date of this Act. A grant 11 issued under Subchapter D, Chapter 386, Health and Safety Code, 12 before the effective date of this Act is governed by that subchapter 13 as it existed immediately before the effective date of this Act, and 14 the former law is continued in effect for that purpose.

15 SECTION 8. This Act takes effect September 1, 2019.