$\begin{array}{c} {}^{110\text{TH CONGRESS}}_{\text{2d Session}} & \textbf{H.R.6052} \end{array}$

IN THE SENATE OF THE UNITED STATES

JUNE 27, 2008

Received; read twice and referred to the Committee on Banking, Housing, and Urban Affairs

AN ACT

- To promote increased public transportation use, to promote increased use of alternative fuels in providing public transportation, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Saving Energy3 Through Public Transportation Act of 2008".

4 SEC. 2. FINDINGS.

5 Congress finds the following:

6 (1) In 2007, people in the United States took
7 more than 10.3 billion trips using public transpor8 tation, the highest level in 50 years.

9 (2) Public transportation use in the United 10 States is up 32 percent since 1995, a figure that is 11 more than double the growth rate of the Nation's 12 population and is substantially greater than the 13 growth rate for vehicle miles traveled on the Na-14 tion's highways for that same period.

(3) Public transportation use saves fuel, reduces emissions, and saves money for the people of
the United States.

(4) The direct petroleum savings attributable to
public transportation use is 1.4 billion gallons per
year, and when the secondary effects of transit availability on travel are also taken into account, public
transportation use saves the United States the
equivalent of 4.2 billion gallons of gasoline per year
(more than 11 million gallons of gasoline per day).

(5) Public transportation use in the United
 States is estimated to reduce carbon dioxide emis sions by 37 million metric tons annually.
 (6) An individual who commutes to work using
 a single occupancy vehicle can reduce carbon dioxide
 emissions by 20 pounds per day (more than 4,800
 pounds per year) by switching to public transpor-

8 tation.

9 (7) Public transportation use provides an af-10 fordable alternative to driving, as households that 11 use public transportation save an average of \$6,251 12 every year.

(8) Although under existing laws Federal employees in the National Capital Region receive transit benefits, transit benefits should be available to all
Federal employees in the United States so that the
Federal Government sets a leading example of greater public transportation use.

(9) Public transportation stakeholders should
engage and involve local communities in the education and promotion of the importance of utilizing
public transportation.

23 (10) Increasing public transportation use is a24 national priority.

1SEC. 3. GRANTS TO IMPROVE PUBLIC TRANSPORTATION2SERVICES.

3 (a) Authorizations of Appropriations.—

4 (1) URBANIZED AREA FORMULA GRANTS.—In 5 addition to amounts allocated under section 6 5338(b)(2)(B) of title 49, United States Code, to 7 carry out section 5307 of such title, there is author-8 ized to be appropriated \$750,000,000 for each of fis-9 cal years 2008 and 2009 to carry out such section 10 5307. Such funds shall be apportioned, not later 11 than 7 days after the date on which the funds are 12 appropriated, in accordance with section 5336 (other 13 than subsections (i)(1) and (j) of such title but may 14 not be combined or commingled with any other 15 funds apportioned under such section 5336.

16 (2) FORMULA GRANTS FOR OTHER THAN UR-17 BANIZED AREAS.-In addition to amounts allocated 18 under section 5338(b)(2)(G) of title 49, United 19 States Code, to carry out section 5311 of such title, 20 there is authorized to be appropriated \$100,000,000 21 for each of fiscal years 2008 and 2009 to carry out 22 such section 5311. Such funds shall be apportioned, 23 not later than 7 days after the date on which the 24 funds are appropriated, in accordance with such sec-25 tion 5311 but may not be combined or commingled

with any other funds apportioned under such section
 5311.

3 (b) USE OF FUNDS.—Notwithstanding sections 5307
4 and 5311 of title 49, United States Code, the Secretary
5 of Transportation may make grants under such sections
6 from amounts appropriated under subsection (a) only for
7 one or more of the following:

8 (1) If the recipient of the grant is reducing, or 9 certifies to the Secretary within the time the Sec-10 retary prescribes that, during the term of the grant, 11 the recipient will reduce one or more fares the re-12 cipient charges for public transportation, or in the 13 case of subsection (f) of such section 5311, intercity 14 bus service, those operating costs of equipment and 15 facilities being used to provide the public transpor-16 tation, or in the case of subsection (f) of such sec-17 tion 5311, intercity bus service, that the recipient is 18 no longer able to pay from the revenues derived 19 from such fare or fares as a result of such reduction.

(2) If the recipient of the grant is expanding,
or certifies to the Secretary within the time the Secretary prescribes that, during the term of the grant,
the recipient will expand public transportation service, or in the case of subsection (f) of such section
5311, intercity bus service, those operating and cap-

ital costs of equipment and facilities being used to 2 provide the public transportation service, or in the 3 case of subsection (f) of such section 5311, intercity 4 bus service, that the recipient incurs as a result of the expansion of such service.

6 (3) To avoid increases in fares for public trans-7 portation, or in the case of subsection (f) of such 8 section 5311, intercity bus service, or decreases in 9 current public transportation service, or in the case 10 of subsection (f) of such section 5311, intercity bus 11 service, that would otherwise result from an increase 12 in costs to the public transportation or intercity bus 13 agency for transportation-related fuel or meeting ad-14 ditional transportation-related equipment or facility 15 maintenance needs, if the recipient of the grant cer-16 tifies to the Secretary within the time the Secretary 17 prescribes that, during the term of the grant, the re-18 cipient will not increase the fares that the recipient 19 charges for public transportation, or in the case of 20 subsection (f) of such section 5311, intercity bus 21 service, or, will not decrease the public transpor-22 tation service, or in the case of subsection (f) of 23 such section 5311, intercity bus service, that the re-24 cipient provides.

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(4) If the recipient of the grant is acquiring, or
 certifies to the Secretary within the time the Sec retary prescribes that, during the term of the grant,
 the recipient will acquire, clean fuel or alternative
 fuel vehicle-related equipment or facilities for the
 purpose of improving fuel efficiency, the costs of ac quiring the equipment or facilities.

8 (5) If the recipient of the grant is establishing 9 or expanding, or certifies to the Secretary within the 10 time the Secretary prescribes that, during the term 11 of the grant, the recipient will establish or expand 12 commuter matching services to provide commuters 13 with information and assistance about alternatives 14 to single occupancy vehicle use, those administrative 15 costs in establishing or expanding such services.

(c) FEDERAL SHARE.—Notwithstanding any other
provision of law, the Federal share of the costs for which
a grant is made under this section shall be 100 percent.

(d) PERIOD OF AVAILABILITY.—Funds appropriated
under this section shall remain available for a period of
2 fiscal years.

22 SEC. 4. INCREASED FEDERAL SHARE FOR CLEAN AIR ACT 23 COMPLIANCE.

24 Notwithstanding section 5323(i)(1) of title 49,
25 United States Code, a grant for a project to be assisted

under chapter 53 of such title during fiscal years 2008 1 2 and 2009 that involves acquiring clean fuel or alternative 3 fuel vehicle-related equipment or facilities for the purposes 4 of complying with or maintaining compliance with the 5 Clean Air Act (42 U.S.C. 7401 et seq.) shall be for 100 percent of the net project cost of the equipment or facility 6 7 attributable to compliance with that Act unless the grant 8 recipient requests a lower grant percentage.

9 SEC. 5. TRANSPORTATION FRINGE BENEFITS.

10 (a) REQUIREMENT THAT AGENCIES OFFER TRANSIT
11 PASS TRANSPORTATION FRINGE BENEFITS TO THEIR
12 EMPLOYEES NATIONWIDE.—

(1) IN GENERAL.—Section 3049(a)(1) of the
Safe, Accountable, Flexible, Efficient Transportation
Equity Act: A Legacy for Users (5 U.S.C. 7905
note; 119 Stat. 1711) is amended—

17 (A) by striking "Effective" and all that
18 follows through "each covered agency" and in19 serting "Each agency"; and

20 (B) by inserting "at a location in an ur21 banized area of the United States that is served
22 by fixed route public transportation" before
23 "shall be offered".

1	(2) Conforming Amendments.—Section
2	3049(a) of such Act (5 U.S.C. 7905 note; 119 Stat.
3	1711) is amended—
4	(A) in paragraph (3)—
5	(i) by striking subparagraph (A); and
6	(ii) by redesignating subparagraphs
7	(B) through (F) as subparagraphs (A)
8	through (E), respectively; and
9	(B) in paragraph (4) by striking "a cov-
10	ered agency" and inserting "an agency".
11	(b) BENEFITS DESCRIBED.—Section 3049(a)(2) of
12	such Act (5 U.S.C. 7905 note; 119 Stat. 1711) is amended
13	by striking the period at the end and inserting the fol-
14	lowing: ", except that the maximum level of such benefits
15	shall be the maximum amount which may be excluded
16	from gross income for qualified parking as in effect for
17	a month under section $132(f)(2)(B)$ of the Internal Rev-
18	enue Code of 1986.".
19	(c) GUIDANCE.—Section 3049(a) of such Act (5
20	U.S.C. 7905 note; 119 Stat. 1711) is amended by adding
21	at the end the following:
22	"(5) GUIDANCE.—
23	"(A) ISSUANCE.—Not later than 60 days
24	after the date of enactment of this paragraph,
25	the Secretary of Transportation shall issue

10
guidance on nationwide implementation of the
transit pass transportation fringe benefits pro-
gram under this subsection.
"(B) UNIFORM APPLICATION.—
"(i) IN GENERAL.—The guidance to
be issued under subparagraph (A) shall
contain a uniform application for use by all
Federal employees applying for benefits
from an agency under the program.
"(ii) Required information.—As
part of such an application, an employee
shall provide, at a minimum, the employ-
ee's home and work addresses, a break-
down of the employee's commuting costs,
and a certification of the employee's eligi-
bility for benefits under the program.
"(iii) WARNING AGAINST FALSE
STATEMENTS.—Such an application shall
contain a warning against making false
statements in the application.
"(C) INDEPENDENT VERIFICATION RE-
QUIREMENTS.—The guidance to be issued
under subparagraph (A) shall contain inde-
pendent verification requirements to ensure

1	that, with respect to an employee of an agen-
2	cy—
3	"(i) the eligibility of the employee for
4	benefits under the program is verified by
5	an official of the agency;
6	"(ii) employee commuting costs are
7	verified by an official of the agency; and
8	"(iii) records of the agency are
9	checked to ensure that the employee is not
10	receiving parking benefits from the agency.
11	"(D) PROGRAM IMPLEMENTATION RE-
12	QUIREMENTS.—The guidance to be issued
13	under subparagraph (A) shall contain program
14	implementation requirements applicable to each
15	agency to ensure that—
16	"(i) benefits provided by the agency
17	under the program are adjusted in cases of
18	employee travel, leave, or change of ad-
19	dress;
20	"(ii) removal from the program is in-
21	cluded in the procedures of the agency re-
22	lating to an employee separating from em-
23	ployment with the agency; and
24	"(iii) benefits provided by the agency
25	under the program are made available

1	using an electronic format (rather than
2	using paper fare media) where such a for-
3	mat is available for use.
4	"(E) Enforcement and penalties.—
5	The guidance to be issued under subparagraph
6	(A) shall contain a uniform administrative pol-
7	icy on enforcement and penalties. Such policy
8	shall be implemented by each agency to ensure
9	compliance with program requirements, to pre-
10	vent fraud and abuse, and, as appropriate, to
11	penalize employees who have abused or misused
12	the benefits provided under the program.
13	"(F) PERIODIC REVIEWS.—The guidance

14 to be issued under subparagraph (A) shall re-15 quire each agency, not later than September 1 of the first fiscal year beginning after the date 16 17 of enactment of this paragraph, and every 3 18 years thereafter, to develop and submit to the 19 Secretary a review of the agency's implementation of the program. Each such review shall 20 21 contain, at a minimum, the following:

22 "(i) An assessment of the agency's
23 implementation of the guidance, including
24 a summary of the audits and investiga-

1	tions, if any, of the program conducted by
2	the Inspector General of the agency.
3	"(ii) Information on the total number
4	of employees of the agency that are partici-
5	pating in the program.
6	"(iii) Information on the total number
7	of single occupancy vehicles removed from
8	the roadway network as a result of partici-
9	pation by employees of the agency in the
10	program.
11	"(iv) Information on energy savings
12	and emissions reductions, including reduc-
13	tions in greenhouse gas emissions, result-
14	ing from reductions in single occupancy ve-
15	hicle use by employees of the agency that
16	are participating in the program.
17	"(v) Information on reduced conges-
18	tion and improved air quality resulting
19	from reductions in single occupancy vehicle
20	use by employees of the agency that are
21	participating in the program.
22	"(vi) Recommendations to increase
23	program participation and thereby reduce
24	single occupancy vehicle use by Federal
25	employees nationwide.

"(6) REPORTING REQUIREMENTS.—Not later 1 2 than September 30 of the first fiscal year beginning 3 after the date of enactment of this paragraph, and 4 every 3 years thereafter, the Secretary shall submit 5 to the Committee on Transportation and Infrastruc-6 ture and the Committee on Oversight and Government Reform of the House of Representatives and 7 8 the Committee on Banking, Housing, and Urban Af-9 fairs of the Senate a report on nationwide implemen-10 tation of the transit pass transportation fringe bene-11 fits program under this subsection, including a sum-12 mary of the information submitted by agencies pur-13 suant to paragraph (5)(F).".

(d) EFFECTIVE DATE.—Except as otherwise specifically provided, the amendments made by this section shall
become effective on the first day of the first fiscal year
beginning after the date of enactment of this Act.

18 SEC. 6. CAPITAL COST OF CONTRACTING VANPOOL PILOT

19 **PROGRAM.**

(a) ESTABLISHMENT.—The Secretary of Transportation shall establish and implement a pilot program to
carry out vanpool demonstration projects in not more than
3 urbanized areas and not more than 2 other than urbanized areas.

25 (b) PILOT PROGRAM.—

1 GENERAL.—Notwithstanding section (1)IN 2 5323(i) of title 49, United States Code, for each 3 project selected for participation in the pilot pro-4 gram, the Secretary shall allow the non-Federal 5 share provided by a recipient of assistance for a cap-6 ital project under chapter 53 of such title to include 7 the amounts described in paragraph (2).

8 (2) CONDITIONS ON ACQUISITION OF VANS. 9 The amounts referred to in paragraph (1) are any 10 amounts expended by a private provider of public 11 transportation by vanpool for the acquisition of vans 12 to be used by such private provider in the recipient's 13 service area, excluding any amounts the provider 14 may have received in Federal, State, or local govern-15 ment assistance for such acquisition, if the private 16 provider enters into a legally binding agreement with 17 the recipient that requires the private provider to 18 use all revenues it receives in providing public trans-19 portation in such service area, in excess of its oper-20 ating costs, for the purpose of acquiring vans to be 21 used by the private provider in such service area.

(c) PROGRAM TERM.—The Secretary may approve an
application for a vanpool demonstration project for fiscal
years 2008 through 2009.

1 (d) REPORT TO CONGRESS.—Not later than one year 2 after the date of enactment of this Act, the Secretary shall 3 submit to the Committee on Transportation and Infra-4 structure of the House of Representatives and the Com-5 mittee on Banking, Housing, and Urban Affairs of the Senate a report containing an assessment of the costs, 6 7 benefits, and efficiencies of the vanpool demonstration 8 projects.

9 SEC. 7. INCREASED FEDERAL SHARE FOR END-OF-LINE 10 FIXED GUIDEWAY STATIONS.

11 Notwithstanding section 5309(h) of title 49, United 12 States Code, a grant for a capital project to be assisted 13 under section 5309 of such title during fiscal years 2008 and 2009 that involves the acquisition of real property for, 14 15 or the design, engineering, or construction of, additional parking facilities at an end-of-line fixed guideway station 16 or at a park-and-ride lot that serves a fixed route com-17 muter bus route that is more than 20 miles in length shall 18 19 be for 100 percent of the net capital cost of the project 20 unless the grant recipient requests a lower grant percent-21 age.

22 SEC. 8. NATIONAL CONSUMER AWARENESS PROGRAM.

(a) IN GENERAL.—The Secretary of Transportation
shall carry out a national consumer awareness program
to educate the public on the environmental, energy, and

economic benefits of public transportation alternatives to
 the use of single occupancy vehicles.

3 (b) AUTHORIZATION OF APPROPRIATIONS.—There is
4 authorized to be appropriated to carry out this section
5 \$1,000,000 for fiscal year 2009. Such sums shall remain
6 available until expended.

7 SEC. 9. EXCEPTION TO ALTERNATIVE FUEL PROCUREMENT 8 REQUIREMENT.

9 Section 526 of the Energy Independence and Security
10 Act of 2007 (Public Law 110–140; 42 U.S. C. 17142)
11 is amended—

(1) by striking "No Federal agency" and inserting "(a) REQUIREMENT.—Except as provided in
subsection (b), no Federal agency"; and

15 (2) by adding at the end the following:

16 "(b) EXCEPTION.—Subsection (a) does not prohibit 17 a Federal agency from entering into a contract to pur-18 chase a generally available fuel that is not an alternative 19 or synthetic fuel or predominantly produced from a non-20 conventional petroleum source, if—

"(1) the contract does not specifically require
the contractor to provide an alternative or synthetic
fuel or fuel from a nonconventional petroleum
source;

"(2) the purpose of the contract is not to obtain
 an alternative or synthetic fuel or fuel from a non conventional petroleum source; and
 "(3) the contract does not provide incentives for

a refinery upgrade or expansion to allow a refinery
to use or increase its use of fuel from a nonconventional petroleum source.".

Passed the House of Representatives June 26, 2008.Attest:LORRAINE C. MILLER,

Clerk.

By ROBERT F. REEVES,

Deputy Clerk.