# <sup>111TH CONGRESS</sup> 2D SESSION H.R.6482

To amend the Energy Policy Act of 2005 to reauthorize and modify provisions relating to the diesel emissions reduction program.

## IN THE HOUSE OF REPRESENTATIVES

DECEMBER 2, 2010

Ms. RICHARDSON (for herself and Ms. MATSUI) introduced the following bill; which was referred to the Committee on Energy and Commerce

# A BILL

- To amend the Energy Policy Act of 2005 to reauthorize and modify provisions relating to the diesel emissions reduction program.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

# **3** SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Diesel Emissions Re-
- 5 duction Act of 2010".

### 6 SEC. 2. DIESEL EMISSIONS REDUCTION PROGRAM.

- 7 (a) DEFINITIONS.—Section 791 of the Energy Policy
- 8 Act of 2005 (42 U.S.C. 16131) is amended—
- 9 (1) in paragraph (3)—

1	(A) in subparagraph (A), by striking
2	"and" at the end;
3	(B) in subparagraph (B), by striking the
4	period at the end and inserting "; and"; and
5	(C) by adding at the end the following:
6	"(C) any private individual or entity
7	that—
8	"(i) is the owner of record of a diesel
9	vehicle or fleet operated pursuant to a con-
10	tract, license, or lease with a Federal de-
11	partment or agency or an entity described
12	in subparagraph (A); and
13	"(ii) meets such timely and appro-
14	priate requirements as the Administrator
15	may establish for vehicle use and for notice
16	to and approval by the Federal department
17	or agency or entity described in subpara-
18	graph (A) with respect to which the owner
19	has entered into a contract, license, or
20	lease as described in clause (i).";
21	(2) in paragraph (4), by inserting "currently, or
22	has not been previously," after "that is not";
23	(3) by striking paragraph (9);
24	(4) by redesignating paragraph $(8)$ as para-
25	graph (9);

1	(5) in paragraph $(9)$ (as so redesignated), in
2	the matter preceding subparagraph (A), by striking
3	", advanced truckstop electrification system,"; and
4	(6) by inserting after paragraph $(7)$ the fol-
5	lowing:
6	"(8) STATE.—The term 'State' means the sev-
7	eral States, the District of Columbia, the Common-
8	wealth of Puerto Rico, Guam, the United States Vir-
9	gin Islands, American Samoa, and the Common-
10	wealth of the Northern Mariana Islands.".
11	(b) NATIONAL GRANT, REBATE, AND LOAN PRO-
12	GRAMS.—Section 792 of the Energy Policy Act of 2005
13	(42 U.S.C. 16132) is amended—
14	(1) in the section heading, by inserting ", <b>RE</b> -
15	BATE," after "GRANT";
16	(2) in subsection (a)—
17	(A) in the matter preceding paragraph (1),
18	by striking "to provide grants and low-cost re-
19	volving loans, as determined by the Adminis-
20	
	trator, on a competitive basis, to eligible enti-
21	trator, on a competitive basis, to eligible enti- ties" and inserting "to provide grants, rebates,
21 22	
	ties" and inserting "to provide grants, rebates,

1	tered into under subsection (e) of this section,";
2	and
3	(B) in paragraph (1), by striking "tons
4	of'';
5	(3) in subsection (b)—
6	(A) by striking paragraph (2);
7	(B) by redesignating paragraph (3) as
8	paragraph $(2)$ ; and
9	(C) in paragraph (2) (as so redesig-
10	nated)—
11	(i) in subparagraph (A), in the matter
12	preceding clause (i), by striking "90" and
13	inserting "95";
14	(ii) in subparagraph (B)(i), by strik-
15	ing "10 percent" and inserting "5 per-
16	cent"; and
17	(iii) in subparagraph (B)(ii), by strik-
18	ing "the application under subsection (c)"
19	and inserting "a verification application";
20	(4) in subsection (c)—
21	(A) by redesignating paragraphs (2) and
22	(3) as paragraphs $(3)$ and $(4)$ , respectively;
23	(B) by striking paragraph (1) and insert-
24	ing the following:
25	"(1) Expedited process.—

1	"(A) IN GENERAL.—The Administrator
2	shall develop a simplified application process for
3	all applicants under this section to expedite the
4	provision of funds.
5	"(B) REQUIREMENTS.—In developing the
6	expedited process under subparagraph (A), the
7	Administrator—
8	"(i) shall take into consideration the
9	special circumstances affecting small fleet
10	owners; and
11	"(ii) to avoid duplicative procedures,
12	may require applicants to include in an ap-
13	plication under this section the results of a
14	competitive bidding process for equipment
15	and installation.
16	"(2) ELIGIBILITY.—
17	"(A) GRANTS.—To be eligible to receive a
18	grant under this section, an eligible entity shall
19	submit to the Administrator an application at
20	such time, in such manner, and containing such
21	information as the Administrator may require.
22	"(B) REBATES AND LOW-COST LOANS
23	To be eligible to receive a rebate or a low-cost
24	loan under this section, an eligible entity shall

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1	submit an application in accordance with such
2	guidance as the Administrator may establish—
3	"(i) to the Administrator; or
4	"(ii) to an entity that has entered into
5	a contract under subsection (e).";
6	(C) in paragraph $(3)(G)$ (as redesignated
7	by subparagraph (A)), by inserting "in the case
8	of an application relating to nonroad engines or
9	vehicles," before "a description of the diesel";
10	and
11	(D) in paragraph (4) (as redesignated by
12	subparagraph (A))—
13	(i) in the matter preceding subpara-
14	graph (A)—
15	(I) by inserting ", rebate," after
16	"grant"; and
17	(II) by inserting "highest" after
18	"shall give";
19	(ii) in subparagraph (C)(iii)—
20	(I) by striking "a diesel fleets"
21	and inserting "diesel fleets"; and
22	(II) by inserting "construction
23	sites, schools," after "terminals,";
24	(iii) in subparagraph (E), by adding
25	"and" at the end;

1	(iv) in subparagraph (F), by striking
2	"; and" and inserting a period; and
-	(v) by striking subparagraph (G);
4	<ul><li>(5) in subsection (d)—</li></ul>
5	(A) in paragraph (1), in the matter pre-
6	ceding subparagraph (A), by inserting ", re-
7	bate," after "grant"; and
8	
	(B) in paragraph (2)(A)—
9	(i) by striking "grant or loan pro-
10	vided" and inserting "grant, rebate, or
11	loan provided, or contract entered into,";
12	and
13	(ii) by striking "Federal, State or
14	local law" and inserting "any Federal law,
15	except that this subparagraph shall not
16	apply to a mandate in a State implementa-
17	tion plan approved by the Administrator
18	under the Clean Air Act"; and
19	(6) by adding at the end the following:
20	"(e) Contract Programs.—
21	"(1) AUTHORITY.—In addition to the use of
22	contracting authority otherwise available to the Ad-
23	ministrator, the Administrator may enter into con-
24	tracts with eligible contractors described in para-
25	graph (2) for the administration of programs for

1	providing rebates or loans, subject to the require-
2	ments of this subtitle.
3	"(2) ELIGIBLE CONTRACTORS.—The Adminis-
4	trator may enter into a contract under this sub-
5	section with a for-profit or nonprofit entity that has
6	the capacity—
7	"(A) to sell diesel vehicles or equipment to,
8	or to arrange financing for, individuals or enti-
9	ties that own a diesel vehicle or fleet; or
10	"(B) to upgrade diesel vehicles or equip-
11	ment with verified or Environmental Protection
12	Agency-certified engines or technologies, or to
13	arrange financing for such upgrades.
14	"(f) PUBLIC NOTIFICATION.—Not later than 60 days
15	after the date of the award of a grant, rebate, or loan,
16	the Administrator shall publish on the website of the Envi-
17	ronmental Protection Agency—
18	((1)) for rebates and loans provided to the
19	owner of a diesel vehicle or fleet, the total number
20	and dollar amount of rebates or loans provided, as
21	well as a breakdown of the technologies funded
22	through the rebates or loans; and
23	((2)) for other rebates and loans, and for
24	grants, a description of each application for which
25	the grant, rebate, or loan is provided.".

1	(c) STATE GRANT, REBATE, AND LOAN PRO-
2	GRAMS.—Section 793 of the Energy Policy Act of 2005
3	(42 U.S.C. 16133) is amended—
4	(1) in the section heading, by inserting ", $\mathbf{RE}$ -
5	BATE," after "GRANT";
6	(2) in subsection (a), by inserting ", rebate,"
7	after "grant";
8	(3) in subsection (b)(1), by inserting ", rebate,"
9	after "grant";
10	(4) by amending subsection $(c)(2)$ to read as
11	follows:
12	"(2) Allocation.—
13	"(A) IN GENERAL.—Except as provided in
14	subparagraphs (B) and (C), using not more
15	than 20 percent of the funds made available to
16	carry out this subtitle for a fiscal year, the Ad-
17	ministrator shall provide to each State qualified
18	for an allocation for the fiscal year an allocation
19	equal to $\frac{1}{53}$ of the funds made available for
20	that fiscal year for distribution to States under
21	this paragraph.
22	"(B) CERTAIN TERRITORIES.—
23	"(i) IN GENERAL.—Except as pro-
24	vided in clause (ii), Guam, the United
25	States Virgin Islands, American Samoa,

1	and the Commonwealth of the Northern
2	Mariana Islands shall collectively receive
3	an allocation equal to $\frac{1}{53}$ of the funds
4	made available for that fiscal year for dis-
5	tribution to States under this subsection,
6	divided equally among those 4 States.
7	"(ii) Exception.—If any State de-
8	scribed in clause (i) does not qualify for an
9	allocation under this paragraph, the share
10	of funds otherwise allocated for that State
11	under clause (i) shall be reallocated pursu-
12	ant to subparagraph (C).
13	"(C) REALLOCATION.—If any State does
14	not qualify for an allocation under this para-
15	graph, the share of funds otherwise allocated
16	for that State under this paragraph shall be re-
17	allocated to each remaining qualified State in
18	an amount equal to the product obtained by
19	multiplying—
20	"(i) the proportion that the population
21	of the State bears to the population of all
22	States described in paragraph (1); by
23	"(ii) the amount otherwise allocatable
24	to the nonqualifying State under this para-
25	graph.";

1	(5) in subsection (d)—
2	(A) in paragraph (1), by inserting ", re-
3	bate," after "grant";
4	(B) in paragraph (2), by inserting ", re-
5	bates," after "grants";
6	(C) in paragraph (3), in the matter pre-
7	ceding subparagraph (A), by striking "grant or
8	loan provided under this section may be used"
9	and inserting "grant, rebate, or loan provided
10	under this section shall be used"; and
11	(D) by adding at the end the following:
12	"(4) PRIORITY.—In providing grants, rebates,
13	and loans under this section, a State shall use the
14	priorities in section 792(c)(4).
15	"(5) PUBLIC NOTIFICATION.—Not later than
16	60 days after the date of the award of a grant, re-
17	bate, or loan by a State, the State shall publish on
18	the Web site of the State—
19	"(A) for rebates, grants, and loans pro-
20	vided to the owner of a diesel vehicle or fleet,
21	the total number and dollar amount of rebates,
22	grants, or loans provided, as well as a break-
23	down of the technologies funded through the re-
24	bates, grants, or loans; and

"(B) for other rebates, grants, and loans,
 a description of each application for which the
 grant, rebate, or loan is provided.".

4 (d) EVALUATION AND REPORT.—Section 794(b) of
5 the Energy Policy Act of 2005 (42 U.S.C. 16134(b)) is
6 amended in each of paragraphs (2) through (5) by insert7 ing ", rebate," after "grant" each place it appears.

8 (e) AUTHORIZATION OF APPROPRIATIONS.—Section
9 797 of the Energy Policy Act of 2005 (42 U.S.C. 16137)
10 is amended to read as follows:

### 11 "SEC. 797. AUTHORIZATION OF APPROPRIATIONS.

"(a) IN GENERAL.—There is authorized to be appropriated to carry out this subtitle \$200,000,000 for each
of fiscal years 2012 through 2016, to remain available
until expended.

16 "(b) MANAGEMENT AND OVERSIGHT.—The Adminis17 trator may use not more than 1 percent of the amounts
18 made available under subsection (a) for each fiscal year
19 for management and oversight purposes.".

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