By: Huffines S.B. No. 1685

## A BILL TO BE ENTITLED

AN ACT

- 2 relating to the repeal of the Texas emissions reduction plan and the
- 3 low-income vehicle repair assistance, retrofit, and accelerated
- 4 vehicle retirement program.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 382.202(g), Health and Safety Code, is
- 7 amended to read as follows:
- 8 (g) The commission shall,  $[\div]$
- 9 [(1) use part of the fee collected under Subsection
- 10 (e) to fund low-income vehicle repair assistance, retrofit, and
- 11 accelerated vehicle retirement programs created under Section
- 12 382.209; and

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- 13  $\left[\frac{(2)}{2}\right]$  to the extent practicable, distribute available
- 14 funding created under Subsection (e) to affected [participating]
- 15 counties in reasonable proportion to the amount of fees collected
- 16 under Subsection (e) in those counties or in the regions in which
- 17 those counties are located.
- SECTION 2. Section 382.212(b), Health and Safety Code, is
- 19 amended to read as follows:
- 20 (b) To the extent allowable under federal law, the
- 21 commission by rule shall authorize:
- 22 (1) [the assignment of a percentage of emissions
- 23 reduction credit to a private, commercial, or business entity that
- 24 purchases, for accelerated retirement, a qualified vehicle under a

- 1 low-income vehicle repair assistance, retrofit, and accelerated
- 2 vehicle retirement program;
- 3  $\left[\frac{(2)}{(2)}\right]$  the transferability of an assigned emissions
- 4 reduction credit;
- 5 (2)  $\left[\frac{(3)}{(3)}\right]$  the use of emissions reduction credit by the
- 6 holder of the credit against any state or federal emissions
- 7 requirements applicable to a facility owned or operated by the
- 8 holder of the credit; and
- 9 (3)  $[\frac{(4)}{1}]$  the assignment of a percentage of emissions
- 10 reduction credit, on the retirement of a fleet vehicle, a vehicle
- 11 owned or leased by a governmental entity, or a commercial vehicle,
- 12 to the owner or lessor of the vehicle [; and
- 13 [(5) other actions relating to the disposition or use
- 14 of emissions reduction credit that the commission determines will
- 15 benefit the implementation of low-income vehicle repair
- 16 assistance, retrofit, and accelerated vehicle retirement programs
- 17 <u>established under Section 382.209</u>].
- SECTION 3. Sections 382.213(a) and (a-1), Health and Safety
- 19 Code, are amended to read as follows:
- 20 (a) Except as provided by Subsection (c) and Subdivision (5)
- 21 of this subsection, a vehicle retired under an accelerated vehicle
- 22 retirement program authorized by <u>former</u> Section 382.209 may not be
- 23 resold or reused in its entirety in this or another state. Subject
- 24 to the provisions of Subsection (i), the automobile dealer who
- 25 takes possession of the vehicle must submit to the program
- 26 administrator proof, in a manner adopted by the commission, that
- 27 the vehicle has been retired. The vehicle must be:

- 1 (1) destroyed;
- 2 (2) recycled; <u>or</u>
- 3 (3) dismantled and its parts sold as used parts [or
- 4 used in the program;
- 5 [(4) placed in a storage facility of a program
- 6 established under Section 382.209 and subsequently destroyed,
- 7 recycled, or dismantled and its parts sold or used in the program;
- 8 <del>or</del>
- 9 [(5) repaired, brought into compliance, and used as a
- 10 replacement vehicle under Section 382.209(d)(2)].
- 11 (a-1) The commission shall establish a partnership with
- 12 representatives of the steel industry, automobile dismantlers, and
- 13 the scrap metal recycling industry to ensure that:
- 14 (1) vehicles retired under former Section 382.209 are
- 15 scrapped or recycled; and
- 16 (2) proof of scrapping or recycling is provided to the
- 17 commission.
- 18 SECTION 4. Section 382.216, Health and Safety Code, is
- 19 amended to read as follows:
- Sec. 382.216. INCENTIVES FOR VOLUNTARY PARTICIPATION IN
- 21 VEHICLE EMISSIONS INSPECTION AND MAINTENANCE PROGRAM. The
- 22 commission, the Texas Department of Transportation, and the Public
- 23 Safety Commission may, subject to federal limitations:
- 24 (1) encourage counties likely to exceed federal clean
- 25 air standards to implement voluntary[+
- [(A)] motor vehicle emissions inspection and
- 27 maintenance programs; [and

1 [(B) low-income vehicle repair assistance,

## 2 retrofit, and accelerated vehicle retirement programs;

- 3 (2) establish incentives for counties to voluntarily
- 4 implement motor vehicle emissions inspection and maintenance
- 5 programs [and low-income vehicle repair assistance, retrofit, and
- 6 accelerated vehicle retirement programs]; and
- 7 (3) designate a county that voluntarily implements a
- 8 motor vehicle emissions inspection and maintenance program [or a
- 9 low-income vehicle repair assistance, retrofit, and accelerated
- 10 vehicle retirement program] as a "Clean Air County" and give
- 11 preference to a county designated as a Clean Air County in any
- 12 federal or state clean air grant program.
- SECTION 5. Sections 382.220(a) and (d), Health and Safety
- 14 Code, are amended to read as follows:
- 15 (a) Money that is made available to affected
- 16 [participating] counties under Section 382.202(g) or 382.302 may be
- 17 appropriated only for programs administered in accordance with
- 18 Chapter 783, Government Code, to improve air quality. <u>An affected</u>
- 19 [A participating] county may agree to contract with any appropriate
- 20 entity, including a metropolitan planning organization or a council
- 21 of governments to implement a program under Section  $382.202[_{ au}]$
- 22  $\frac{382.209}{}$  or this section.
- 23 (d) Fees collected under Sections 382.202 and 382.302 may be
- 24 used in an amount not to exceed \$7 million per fiscal year for
- 25 projects described by Subsection (b), of which \$2 million may be
- 26 used only for projects described by Subsection (b)(4). The
- 27 remaining \$5 million may be used for any project described by

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- Subsection (b). The fees shall be made available [only to counties 1 participating in the low-income vehicle repair assistance, 2 retrofit, and accelerated vehicle retirement programs created 3 under Section 382.209 and] only on a matching basis, whereby the commission provides money to a county in the same amount that the 5 6 county dedicates to a project authorized by Subsection (b). 7 commission may reduce the match requirement for a county that proposes to develop and implement independent test facility fraud 8 detection programs, including the use of remote sensing technology for coordinating with law enforcement officials to detect, prevent, 10 and prosecute the use of counterfeit registration insignia and 11 vehicle inspection reports. 12
- SECTION 6. The following provisions of the Health and Safety Code are repealed:
- 15 (1) Sections 382.201(4), 382.205(f), 382.209,
- 16 382.210, 382.211, 382.214, and 382.302(e); and
- 17 (2) Chapter 386.
- SECTION 7. This Act takes effect September 1, 2015.