

Rep. William J. Grunloh

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	09300HB5831ham001 LRB093 16831 BDD 49402 a
1	AMENDMENT TO HOUSE BILL 5831
2	AMENDMENT NO Amend House Bill 5831 by replacing
3	the title with the following:
4	"AN ACT concerning alternate fuels."; and
5	by replacing everything after the enacting clause with the
6	following:
7	"Section 5. The Alternate Fuels Act is amended by changing
8	Sections 10, 30, and 31 as follows:
9	(415 ILCS 120/10)
10	Sec. 10. Definitions. As used in this Act:
11	"Agency" means the Environmental Protection Agency.
12	"Alternate fuel" means liquid petroleum gas, natural gas,
13	E85 blend fuel, fuel composed of a minimum 80% ethanol, <u>80%</u>
14	bio-based methanol, fuels that are at least <u>80%</u> 70% derived
15	from biomass, <u>hydrogen fuel,</u> or electricity, excluding
16	on-board electric generation.
17	"Alternate fuel vehicle" means any vehicle that is operated
18	in Illinois and is capable of using an alternate fuel.
19	"Biodiesel fuel" means a renewable fuel conforming to the
20	industry standard ASTM-D6751 and registered with the U.S.
21	Environmental Protection Agency.
22	"Conventional", when used to modify the word "vehicle",
23	"engine", or "fuel", means gasoline or diesel or any

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1 reformulations of those fuels.

"Covered Area" means the counties of Cook, DuPage, Kane, Lake, McHenry, and Will and those portions of Grundy County and Kendall County that are included in the following ZIP code areas, as designated by the U.S. Postal Service on the effective date of this amendatory Act of 1998: 60416, 60444, 60447, 60450, 60481, 60538, and 60543.

8 "Director" means the Director of the Environmental9 Protection Agency.

10 "Domestic renewable fuel" means a fuel, produced in the 11 United States, composed of a minimum 80% ethanol, <u>80%</u> bio-based 12 methanol, <u>or 20% biodiesel fuel</u> and fuels derived from 13 bio-mass.

14 "E85 blend fuel" means fuel that contains 85% ethanol and 15 15% gasoline.

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"GVWR" means Gross Vehicle Weight Rating.

"Location" means (i) a parcel of real property or (ii) multiple, contiguous parcels of real property that are separated by private roadways, public roadways, or private or public rights-of-way and are owned, operated, leased, or under common control of one party.

"Original equipment manufacturer" or "OEM" means a manufacturer of alternate fuel vehicles or a manufacturer or remanufacturer of alternate fuel engines used in vehicles greater than 8500 pounds GVWR.

26 "Rental vehicle" means any motor vehicle that is owned or 27 controlled primarily for the purpose of short-term leasing or 28 rental pursuant to a contract.

29 (Source: P.A. 91-357, eff. 7-29-99; 92-858, eff. 1-3-03.)

30 (415 ILCS 120/30)

31 Sec. 30. Rebate program. Beginning January 1, 1997, and as 32 long as funds are available, each owner of an alternate fuel 33 vehicle shall be eligible to apply for a rebate. <u>Beginning July</u> 09300HB5831ham001

1, 2004, each owner of a vehicle using domestic renewable fuel 1 is eligible to apply for a fuel cost differential rebate under 2 3 subsection (c) of this Section. The Agency shall cause rebates 4 to be issued under the provisions of this Act. An owner may 5 apply for only one of 3 types of rebates with regard to an individual alternate fuel vehicle: (i) a conversion cost 6 rebate, (ii) an OEM differential cost rebate, or (iii) a fuel 7 8 cost differential rebate. Only one rebate may be issued with regard to a particular alternate fuel vehicle during the life 9 10 of that vehicle. A rebate shall not exceed \$4,000 per vehicle. Over the life of this rebate program, an owner of an alternate 11 fuel vehicle or a vehicle using domestic renewable fuel may not 12 receive rebates for more than 150 vehicles per location or for 13 14 300 vehicles in total.

(a) A conversion cost rebate may be issued to an owner or 15 his or her designee in order to reduce the cost of converting 16 of a conventional vehicle to an alternate fuel vehicle. 17 18 Conversion of a conventional vehicle to alternate fuel capability must take place in Illinois for the owner to be 19 20 eligible for the conversion cost rebate. Amounts spent by 21 applicants within a calendar year may be claimed on a rebate application submitted during that calendar year. 22 Approved 23 conversion cost rebates applied for during or after calendar 24 year 1997 shall be 80% of all approved conversion costs claimed 25 and documented. Approval of conversion cost rebates may 26 continue after calendar year 2002, if funds are still 27 available. An applicant may include on an application submitted 28 in 1997 all amounts spent within that calendar year on the 29 conversion, even if the expenditure occurred before 30 promulgation of the Agency rules.

31 (b) An OEM differential cost rebate may be issued to an 32 owner or his or her designee in order to reduce the cost 33 differential between a conventional vehicle or engine and the 34 same vehicle or engine, produced by an original equipment 1

manufacturer, that has the capability to use alternate fuels.

A new OEM vehicle or engine must be purchased in Illinois and must either be an alternate fuel vehicle or used in an alternate fuel vehicle, respectively, for the owner to be eligible for an OEM differential cost rebate. Amounts spent by applicants within a calendar year may be claimed on a rebate application submitted during that calendar year.

8 Approved OEM differential cost rebates applied for during or after calendar year 1997 shall be 80% of all approved cost 9 10 differential claimed and documented. Approval of OEM differential cost rebates may continue after calendar year 11 2002, if funds are still available. An applicant may include on 12 an application submitted in 1997 all amounts spent within that 13 calendar year on OEM equipment, even if the expenditure 14 15 occurred before promulgation of the Agency rules.

(c) A fuel cost differential rebate may be issued to an 16 17 owner or his or her designee in order to reduce the cost differential between conventional fuels and domestic renewable 18 fuels or alternate fuels purchased to operate an alternate fuel 19 20 vehicle that runs on domestic renewable fuel. The fuel cost differential shall be based on a 3-year life cycle cost 21 analysis developed by the Agency by rulemaking. The rebate 22 23 shall apply to and be payable during a consecutive 3-year 24 period commencing on the date the application is approved by 25 the Agency. Approved fuel cost differential rebates may be 26 applied for during or after calendar year 1997 and approved rebates shall be 80% of the cost differential for a consecutive 27 28 3-year period. Approval of fuel cost differential rebates may 29 continue after calendar year 2002 if funds are still available.

30 Twenty-five percent of the amount that is appropriated 31 under Section 40 to be used to fund programs authorized by this 32 Section during calendar year 2001 shall be designated to fund 33 fuel cost differential rebates. If the total dollar amount of 34 approved fuel cost differential rebate applications as of July 1, 2001 is less than the amount designated for that calendar
year, the balance of designated funds shall be immediately
available to fund any rebate authorized by this Section and
approved in the calendar year.

5 An approved fuel cost differential rebate shall be paid to an owner in 3 annual installments on or about the anniversary 6 7 date of the approval of the application. Owners receiving a 8 fuel cost differential rebate shall be required to demonstrate, through recordkeeping, the use of domestic renewable fuels 9 10 during the 3-year period commencing on the date the application 11 is approved by the Agency. If the alternate fuel vehicle ceases to be registered to the original applicant owner, a prorated 12 13 installment shall be paid to that owner or the owner's designee and the remainder of the rebate shall be canceled. 14

15 (d) Vehicles owned by the federal government or vehicles 16 registered in a state outside Illinois are not eligible for 17 rebates.

18 (Source: P.A. 92-858, eff. 1-3-03.)

19 (415 ILCS 120/31)

20 Sec. 31. Alternate Fuel Infrastructure Program. Subject to 21 appropriation, the Department of Commerce and Community Affairs (now Department of Commerce and Economic Opportunity) 22 23 shall establish a grant program to provide funding for the 24 building of E85 blend, propane, at least 20% biodiesel blended 25 fuel, and compressed natural gas (CNG) fueling facilities, 26 including private on-site fueling facilities, to be built 27 within the covered area or in Illinois metropolitan areas over 28 100,000 in population. The Department of Commerce and Economic Opportunity Community Affairs shall be responsible 29 for 30 reviewing the proposals and awarding the grants.

31 (Source: P.A. 92-858, eff. 1-3-03; revised 12-6-03.)

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Section 99. Effective date. This Act takes effect upon

1 becoming law.".