## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 302 Session of 2013

INTRODUCED BY MOUL, AUMENT, BAKER, CAUSER, COHEN, CUTLER, DENLINGER, EVANKOVICH, GRELL, GROVE, C. HARRIS, HICKERNELL, KAUFFMAN, F. KELLER, M. K. KELLER, KORTZ, LONGIETTI, MARSHALL, MATZIE, MICOZZIE, MILLER, PICKETT, QUINN, ROCK, SAYLOR, SIMMONS, SWANGER, WATSON, GINGRICH, GABLER, PEIFER, MURT, GIBBONS AND BARBIN, FEBRUARY 5, 2013

AS REPORTED FROM COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, HOUSE OF REPRESENTATIVES, AS AMENDED, APRIL 10, 2013

## AN ACT

Establishing the Keystone Transit Program; and providing a-1 <--transfer of funds from the Oil and Gas Lease Fund FOR AN 2 <---INTERFUND TRANSFER to the Department of Environmental 3 Protection for a competitive grant program for the transition 4 of small mass transit bus fleets to compressed natural gas. 5 6 The General Assembly of the Commonwealth of Pennsylvania 7 hereby enacts as follows: 8 Section 1. Short title. 9 This act shall be known and may be cited as the Keystone 10 Transit Act. Section 2. Definitions. 11 12 The following words and phrases when used in this act shall 13 have the meanings given to them in this section unless the 14 context clearly indicates otherwise: "Department." The Department of Environmental Protection of 15 16 the Commonwealth.

"Mass transit authority." An operator of regularly scheduled transportation that is available to the general public and is provided according to published schedules along designated published routes with specified stopping points for the taking on and discharging of passengers. The term does not include exclusive ride taxi services, charter or sightseeing services, nonpublic transportation or school bus or limousine services.

8 "Program." The Keystone Transit Program.

9 "Small mass transit authority." A mass transit authority 10 located in this Commonwealth that does not exceed 245,000 11 revenue vehicle hours for two consecutive years.

12 Section 3. Keystone Transit Program.

13 (a) Establishment.--The department shall establish and14 administer the Keystone Transit Program.

(b) Purpose.--The program is established in order to
decrease emissions from mass transit buses by utilizing natural 
gas as a vehicle fuel.

18 (c) Transfer of funds.--The State Treasurer shall transfer from the Oil and Gas Lease Fund to the department the sum of 19 <---\$5,000,000 \$5,000,000 OF THE UTILITIES' GROSS RECEIPTS TAX 20 <---COLLECTED DURING THE 2014-2015 FISCAL YEAR UNDER ARTICLE XI OF 21 THE ACT OF MARCH 4, 1971 (P.L.6, NO.2), KNOWN AS THE TAX REFORM 22 23 CODE OF 1971, FROM THE GENERAL FUND TO THE DEPARTMENT to fund 24 the program.

(d) Use of funds.--The sum of \$5,000,000 shall be used to
fund competitive grants available to small mass transit
authorities for the conversion of buses to run on solely
compressed natural gas as a fuel source or to purchase buses
which use solely compressed natural gas as a fuel source.
(e) Application process.--

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(1) A mass transit authority must complete and submit to
 the department a keystone transit grant application.

3 (2) Approved applications must obligate the mass transit
4 authority to contract with a private company:

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(i) to build exclusively with private funds; and

6 (ii) to maintain and operate any new compressed
7 natural gas fueling facility necessary to support
8 compressed natural gas buses purchased with funds
9 received under this act.

10 (3) The term "operate" as used in this subsection shall 11 not include the actual act of fueling buses.

12 (f) Eligible costs.--

13 (1) Grant funds received under this act shall be14 eligible for:

(i) Federally assisted bus purchases and CONVERSIONS <--</li>
AND shall be limited to the total percentage of the State
and local match portion applied only to the incremental
cost of a new compressed natural gas bus or compressed 
natural gas bus conversion.

20 (ii) Nonfederally assisted bus purchases and
21 CONVERSIONS AND shall be limited to 50% of the total
22 incremental cost of a new compressed natural gas bus or
23 compressed natural gas bus conversion.

(2) The incremental cost shall be capped at \$50,000 for
buses which have a gross vehicle weight rating over 26,000
pounds and \$25,000 for buses with a gross vehicle weight
rating of 26,000 pounds and under.

28 (3) Buses with a gross vehicle weight rating of 14,000
29 pounds or less shall be ineligible.

30 (4) Priority shall be given to those applications which 20130HB0302PN1457 - 3 - provide for public access to compressed natural gas vehicle
 fueling dispensers.

3 (g) Grant program.--The department shall establish a formula 4 and method for awarding of grants under the program consistent 5 with this act.

6 (h) Appeal process.--Applicants that are not awarded grants 7 under this act shall not have the right to a hearing or the 8 issuance of an adjudication under section 4 of the act of July 9 13, 1988 (P.L.530, No.94), known as the Environmental Hearing 10 Board Act, regarding the department's decision.

11 Section 20. Effective date.

12 This act shall take effect in 60 days.