SENATE BILL NO. 308-SENATOR GOICOECHEA

MARCH 18, 2019

Referred to Committee on Natural Resources

SUMMARY—Revises provisions governing gasoline octane standards in this State. (BDR 51-259)

FISCAL NOTE: Effect on Local Government: No. Effect on the State: Yes.

EXPLANATION - Matter in *bolded italics* is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to gasoline; revising provisions governing the gasoline octane standards for motor vehicle fuel; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Under existing law, the State Board of Agriculture is required to adopt by 1 2345678 regulation specifications for motor vehicle fuel which must be: (1) based upon scientific evidence which demonstrates that motor vehicle fuel produced to such specifications is of sufficient quality to ensure appropriate performance in a motor vehicle; or (2) proposed by an air pollution control agency to attain or maintain national ambient air quality standards in any area of this State. (NRS 590.070) Under existing regulations adopted by the State Board of Agriculture pursuant to this requirement, gasoline and any blend of gasoline and ethanol that is sold outside ğ the area of this State which is east of the 117th degree of west longitude and north 10 of the 38th degree of north latitude must have an octane rating number of 87 or more. The area described where gasoline and any blend of gasoline and ethanol 11 12 with an octane rating number less than 87 may be sold includes all of Elko, Eureka 13 and White Pine counties and parts of Lander, Lincoln and Nye counties.

Section 1 of this bill requires that the specifications set by the State Board of Agriculture be the same within the boundaries of a county unless the Board obtains the approval of the Board of County Commissioners of the county to adopt specifications which are not the same within the boundaries of the county.





THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. NRS 590.070 is hereby amended to read as follows:
 590.070 1. [The] *Except as otherwise provided in subsection 2, the* State Board of Agriculture shall adopt by regulation
 specifications for motor vehicle fuel:

5 (a) Based upon scientific evidence which demonstrates that any 6 motor vehicle fuel which is produced in accordance with the 7 specifications is of sufficient quality to ensure appropriate 8 performance when used in a motor vehicle in this State; or

9 (b) Proposed by an air pollution control agency to attain or 10 maintain national ambient air quality standards in any area of this 11 State. As used in this paragraph, "air pollution control agency" 12 means any federal air pollution control agency or any state, regional 13 or local agency that has the authority pursuant to chapter 445B of 14 NRS to regulate or control air pollution or air quality in any area of 15 this State.

16 2. The specifications for motor vehicle fuel adopted by 17 regulation pursuant to subsection 1 must be the same within the 18 boundaries of a county unless the State Board of Agriculture, 19 before adopting such specifications, obtains the approval of the 20 Board of County Commissioners of the county to adopt 21 specifications that are not the same within the boundaries of the 22 county.

3. The State Board of Agriculture shall adopt by regulation
 procedures for allowing variances from the specifications for motor
 vehicle fuel adopted pursuant to this section.

26 [3.] 4. It is unlawful for any person, or any officer, agent or
27 employee thereof, to sell, offer for sale, assist in the sale of, deliver
28 or permit to be sold or offered for sale:

(a) Any petroleum or petroleum product as, or purporting to be,
motor vehicle fuel, unless it conforms with the regulations adopted
by the State Board of Agriculture pursuant to this section.

(b) Any biodiesel unless it meets the registration requirements
for fuels and fuel additives of 40 C.F.R. Part 79 and the
requirements of ASTM Standard D6751, "Standard Specification
for Biodiesel Fuel Blend Stock (B100) for Middle Distillate Fuels."

(c) Any biomass-based diesel or biomass-based diesel blend
unless it meets the registration requirements for fuels and fuel
additives established by the Administrator of the Environmental
Protection Agency pursuant to 42 U.S.C. § 7545.

[4.] 5. This section does not apply to aviation fuel.

41 **[5.] 6.** In addition to any criminal penalty that is imposed 42 pursuant to the provisions of NRS 590.150, any person who violates



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1 any provision of this section may be further punished as provided in 2 NRS 590.071.

2 NRS 590.071 3 $\frac{6.1}{7}$

[6.] 7. As used in this section:

4 (a) "Biodiesel" means a fuel that is composed of mono-alkyl 5 esters of long-chain fatty acids derived from plant or animal matter.

6 (b) "Biomass-based diesel" means a diesel fuel substitute that is 7 produced from nonpetroleum renewable resources, such as fuel 8 derived from animal wastes, including, without limitation, poultry 9 fats, poultry wastes and other waste materials, or from municipal 10 solid waste and sludge and oil derived from wastewater and the 11 treatment of wastewater. The term does not include biodiesel.

12 (c) "Biomass-based diesel blend" means a blend of any 13 biomass-based diesel and any petroleum-based product that is 14 suitable for use as a motor vehicle fuel.

15 Sec. 2. This act becomes effective on July 1, 2019.

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