112TH CONGRESS 1ST SESSION

S. 1001

To reduce oil consumption and improve energy security, and for other purposes.

IN THE SENATE OF THE UNITED STATES

May 16, 2011

Mr. Wyden (for himself and Ms. Stabenow) introduced the following bill; which was read twice and referred to the Committee on Energy and Natural Resources

A BILL

To reduce oil consumption and improve energy security, and for other purposes.

- 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; TABLE OF CONTENTS.
- 4 (a) SHORT TITLE.—This Act may be cited as the
- 5 "Alternative Fuel Vehicles Competitiveness and Energy
- 6 Security Act of 2011".
- 7 (b) Table of Contents.—The table of contents of
- 8 this Act is as follows:
 - Sec. 1. Short title; table of contents.
 - Sec. 2. Definitions.

- TITLE I—ALTERNATIVE FUEL VEHICLE DEPLOYMENT AND INFRASTRUCTURE DEVELOPMENT Sec. 101. Loan guarantees for alternative fuel infrastructure. Sec. 102. Advanced technology vehicles manufacturing incentive program. Sec. 103. Conventional fuel replacement calculation and assessment. Sec. 104. Technical assistance and coordination. Sec. 105. Workforce training. Sec. 106. Reduction of engine idling and conventional fuel consumption. Sec. 107. Electric and natural gas utility and oil pipeline participation. Sec. 108. HOV lane access extension. Sec. 109. Research, development, and demonstration. TITLE II—FUNDING AND OFFSETS Sec. 201. Authorization of appropriations. Sec. 202. Strategic Petroleum Reserve. Sec. 203. Transfers. SEC. 2. DEFINITIONS. In this Act: (1) ALTERNATIVE FUEL.—The term "alternative fuel" has the meaning given the term in sec-
- (2) ALTERNATIVE FUEL VEHICLE.—The term 7

tion 30B(e)(4) of the Internal Revenue Code of

- "alternative fuel vehicle" means— 8
- 9 (A) a new qualified alternative fuel motor 10 vehicle (as defined in section 30B(e)(4) of the 11 Internal Revenue Code of 1986);
- 12 (B) a mixed-fuel vehicle (as defined in sec-13 tion 30B(e)(5)(B) of that Code);
- 14 (C) a new qualified plug-in electric drive 15 motor vehicle (as defined in section 30D(d) of 16 that Code); or

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1	(D) a nonroad vehicle manufactured to pri-
2	marily use an alternative fuel.
3	(3) COMMUNITY COLLEGE.—The term "commu-
4	nity college" has the meaning given the term "junior
5	or community college" in section 312 of the Higher
6	Education Act of 1965 (20 U.S.C. 1058).
7	(4) Department.—The term "Department"
8	means the Department of Energy.
9	(5) Nonroad vehicle.—
10	(A) IN GENERAL.—The term "nonroad ve-
11	hicle" means a vehicle that is not licensed for
12	onroad use.
13	(B) Inclusions.—The term "nonroad ve-
14	hicle" includes a vehicle described in subpara-
15	graph (A) that is used principally—
16	(i) for industrial, farming, or commer-
17	cial use;
18	(ii) for rail transportation;
19	(iii) at an airport; or
20	(iv) for marine purposes.
21	(6) Secretary.—The term "Secretary" means
22	the Secretary of Energy.

1	TITLE I—ALTERNATIVE FUEL
2	VEHICLE DEPLOYMENT AND
3	INFRASTRUCTURE DEVELOP-
4	MENT
5	SEC. 101. LOAN GUARANTEES FOR ALTERNATIVE FUEL IN-
6	FRASTRUCTURE.
7	(a) In General.—Section 1703(a) of the Energy
8	Policy Act of 2005 (42 U.S.C. 16513(a)) is amended—
9	(1) in paragraph (1), by striking "and" after
10	the semicolon at the end;
11	(2) by redesignating paragraph (2) as para-
12	graph (3); and
13	(3) by inserting after paragraph (1) the fol-
14	lowing:
15	"(2) reduce oil imports through the use of al-
16	ternative fuel (as defined in section 30B(e)(4) of the
17	Internal Revenue Code of 1986); and".
18	(b) Categories.—Section 1703(b) of the Energy
19	Policy Act of 2005 (42 U.S.C. 16513(b)) is amended by
20	adding at the following:
21	"(11) The production and distribution of—
22	"(A) alternative fuel (as defined in section
23	30B(e)(4) of the Internal Revenue Code of
24	1986); or

1	"(B) advanced biofuel (as defined in sec-
2	tion 211(o)(1) of the Clean Air Act (42 U.S.C.
3	7545(0)(1))).".
4	SEC. 102. ADVANCED TECHNOLOGY VEHICLES MANUFAC-
5	TURING INCENTIVE PROGRAM.
6	Section 136 of the Energy Independence and Security
7	Act of 2007 (42 U.S.C. 17013) is amended—
8	(1) in subsection (a)—
9	(A) in paragraph (1)—
10	(i) by redesignating subparagraphs
11	(A) through (C) as clauses (i) through
12	(iii), respectively, and indenting appro-
13	priately;
14	(ii) in the matter preceding clause (i)
15	(as redesignated by clause (i)), by striking
16	"means an ultra efficient vehicle or a light
17	duty vehicle that meets—" and inserting
18	"means—
19	"(A) an ultra efficient vehicle or a light
20	duty vehicle that meets—";
21	(iii) in clause (iii) (as redesignated by
22	clause (i)), by striking the period at the
23	end and inserting a semicolon; and
24	(iv) by adding at the end the fol-
25	lowing:

1	"(B) a vehicle (such as a medium-duty or
2	heavy-duty work truck, bus, or rail transit vehi-
3	cle) that—
4	"(i) is used on a public street, road,
5	highway, or transitway;
6	"(ii) meets each applicable emission
7	standard that is established as of the date
8	of the application; and
9	"(iii) will reduce consumption of con-
10	ventional motor fuel by 25 percent or
11	more, as compared to existing surface
12	transportation technologies that perform a
13	similar function, unless the Secretary de-
14	termines that—
15	"(I) the percentage is not achiev-
16	able for a vehicle type or class; and
17	"(II) an alternative percentage
18	for that vehicle type or class will re-
19	sult in substantial reductions in motor
20	fuel consumption within the United
21	States; and
22	"(C) an alternative fuel vehicle (as defined
23	in section 2 of the Alternative Fuel Vehicles
24	Competitiveness and Energy Security Act of
25	2011) that—

1	"(i) meets each applicable emission
2	standard that is established as of the date
3	of the application; and
4	"(ii) will reduce consumption of con-
5	ventional fuel by 25 percent or more, as
6	compared to existing surface transpor-
7	tation technologies that perform a similar
8	function, unless the Secretary determines
9	that—
10	"(I) the percentage is not achiev-
11	able for a vehicle type or class; and
12	"(II) an alternative percentage
13	for that vehicle type or class will re-
14	sult in substantial reductions in con-
15	ventional fuel consumption within the
16	United States.";
17	(B) in paragraph (3)(B)—
18	(i) by striking "equipment and" and
19	inserting "equipment,"; and
20	(ii) by inserting ", and manufacturing
21	process equipment" after "suppliers"; and
22	(C) by striking paragraph (4) and insert-
23	ing the following:
24	"(4) QUALIFYING COMPONENTS.—The term
25	'qualifying components' means components, systems,

1	or groups of subsystems that the Secretary deter-
2	mines—
3	"(A) to be designed to improve fuel econ-
4	omy or the substitution of conventional fuel
5	with—
6	"(i) alternative fuel (as defined in sec-
7	tion 30B(e)(4) of the Internal Revenue
8	Code of 1986); or
9	"(ii) advanced biofuel (as defined in
10	section 211(o)(1) of the Clean Air Act (42
11	U.S.C. 7545(o)(1))); or
12	"(B) to contribute measurably to the over-
13	all improved fuel use of an advanced technology
14	vehicle, including idle reduction technologies.";
15	(2) in subsection (b), in the matter preceding
16	paragraph (1), by striking "to automobile" and in-
17	serting "to advanced technology vehicle";
18	(3) in subsection (d)(1), in the first sentence,
19	by striking "a total of not more than
20	\$25,000,000,000 in'';
21	(4) in subsection (h)—
22	(A) in the subsection heading, by striking
23	"AUTOMOBILE" and inserting "ADVANCED
24	TECHNOLOGY VEHICLE"; and

1	(B) in paragraph (1)(B), by striking
2	"automobiles" each place it appears and insert-
3	ing "advanced technology vehicles"; and
4	(5) in subsection (i), by striking "2012" and in-
5	serting "2016".
6	SEC. 103. CONVENTIONAL FUEL REPLACEMENT CALCULA-
7	TION AND ASSESSMENT.
8	(a) Methodology.—Not later than 180 days after
9	the date of enactment of this Act, the Secretary shall, by
10	rule, develop a methodology for calculating the equivalent
11	volumes of conventional fuel displaced by use of each alter-
12	native fuel to assess the effectiveness of alternative fuel
13	and alternative fuel vehicles in reducing oil imports.
14	(b) National Assessment.—Not later than 3 years
15	after the date of enactment of this Act, the Secretary
16	shall—
17	(1) conduct a national assessment (using the
18	methodology developed under subsection (a)) of the
19	effectiveness of alternative fuel and alternative fuel
20	vehicles in reducing oil imports into the United
21	States, including as assessment of—
22	(A) market penetration of alternative fuel
23	and alternative fuel vehicles in the United
24	States;

1	(B) successes and barriers to deployment
2	identified by the programs established under
3	this Act; and
4	(C) the maximum feasible deployment of
5	alternative fuel and alternative fuel vehicles by
6	2020 and 2030; and
7	(2) report to Congress the results of the assess-
8	ment.
9	SEC. 104. TECHNICAL ASSISTANCE AND COORDINATION.
10	(a) Technical Assistance to State, Local, and
11	Tribal Governments.—
12	(1) In general.—In carrying out this title, the
13	Secretary shall provide, at the request of the Gov-
14	ernor, mayor, county executive, public utility com-
15	missioner, or other appropriate official or designee,
16	technical assistance to State, local, and tribal gov-
17	ernments or to a public-private partnership de-
18	scribed in paragraph (2) to assist with the deploy-
19	ment of alternative fuel and alternative fuel vehicles
20	and infrastructure.
21	(2) Public-private partnership.—Technical
22	assistance under this section may be awarded to a
23	public-private partnership, comprised of State, local
24	or tribal governments and nongovernmental entities,
25	including—

1	(A) electric or natural gas utilities or other
2	alternative fuel distributors;
3	(B) vehicle manufacturers;
4	(C) alternative fuel vehicle or alternative
5	fuel technology providers;
6	(D) vehicle fleet owners;
7	(E) transportation and freight service pro-
8	viders; or
9	(F) other appropriate non-Federal entities,
10	as determined by the Secretary.
11	(3) Assistance.—The technical assistance de-
12	scribed in paragraph (1) may include—
13	(A) coordination in the selection, location,
14	and timing of alternative fuel recharging and
15	refueling equipment and distribution infrastruc-
16	ture, including the identification of transpor-
17	tation corridors and specific alternative fuels
18	that would be made available;
19	(B) development of protocols and commu-
20	nication standards that facilitate vehicle refuel-
21	ing and recharging into electric, natural gas,
22	and other alternative fuel distribution systems;
23	(C) development of codes and standards
24	for the installation of alternative fuel distribu-
25	tion and recharging and refueling equipment;

1	(D) education and outreach for the deploy-
2	ment of alternative fuel and alternative fuel ve-
3	hicles; and
4	(E) utility rate design and integration of
5	alternative fuel vehicles into electric and natural
6	gas utility distribution systems.
7	(b) Cost Sharing.—Cost sharing for assistance
8	awarded under this section shall be consistent with section
9	988 of the Energy Policy Act of 2005 (42 U.S.C. 16352).
10	(c) Authorization of Appropriations.—There is
11	authorized to be appropriated to carry out this section
12	\$50,000,000 for each of fiscal years 2012 through 2016.
13	SEC. 105. WORKFORCE TRAINING.
14	(a) Workforce Training.—
15	(1) In general.—The Secretary, in consulta-
16	tion with the Secretary of Labor, shall award grants
17	to community colleges, other institutions of higher
18	education, and other qualified training and edu-
19	cation institutions for the establishment or expan-
20	sion of programs to provide training and education
21	for vocational workforce development for—
22	(A) the manufacture and maintenance of
23	alternative fuel vehicles: and

1	(B) the manufacture and installation and
2	inspection of alternative fuel recharging, refuel-
3	ing, and distribution infrastructure.
4	(2) Purpose.—Training funded under this
5	subsection shall be intended to ensure that the work-
6	force has the necessary skills needed to manufac-
7	ture, install, and maintain alternative fuel infra-
8	structure and alternative fuel vehicles.
9	(3) Scope.—Training funded under this sub-
10	section shall include training for—
11	(A) electricians, plumbers, pipefitters, and
12	other trades and contractors who will be install-
13	ing alternative fuel recharging, refueling, and
14	distribution infrastructure;
15	(B) building code inspection officials;
16	(C) vehicle, engine, and powertrain dealers
17	and mechanics; and
18	(D) others positions as the Secretary de-
19	termines necessary to successfully deploy alter-
20	native fuels and vehicles.
21	(b) Authorization of Appropriations.—There is
22	authorized to be appropriated to carry out this section
23	\$50,000,000 for each of fiscal years 2012 through 2016

1	SEC. 106. REDUCTION OF ENGINE IDLING AND CONVEN-
2	TIONAL FUEL CONSUMPTION.
3	(a) Definition of Idle Reduction Tech-
4	NOLOGY.—Section 756(a)(5) of the Energy Policy Act of
5	2005 (42 U.S.C. 16104(a)(5)) is amended—
6	(1) in subparagraph (A), by striking "and"
7	after the semicolon at the end;
8	(2) in subparagraph (B), by striking the period
9	at the end and inserting "; and; and
10	(3) by adding at the end the following:
11	"(C) uses an alternative fuel to reduce con-
12	sumption of conventional fuel and environ-
13	mental emissions.".
14	(b) Funding.—Section 756(b)(4)(B) of the Energy
15	Policy Act of 2005 (42 U.S.C. 16104(b)(4)(B)) is amend-
16	ed in clauses (i) and (ii) by striking "fiscal year 2008"
17	each place it appears and inserting "each of fiscal years
18	2008 through 2016".
19	SEC. 107. ELECTRIC AND NATURAL GAS UTILITY AND OIL
20	PIPELINE PARTICIPATION.
21	(a) In General.—The Secretary shall identify bar-
22	riers and remedies in existing electric and natural gas and
23	oil pipeline transmission and distribution systems to the
24	distribution of alternative fuels and the deployment of al-
25	ternative fuel recharging and refueling capability, at eco-

1	nomically competitive costs of alternative fuel for con-
2	sumers, including—
3	(1) model regulatory rate design and billing for
4	recharging and refueling alternative fuel vehicles;
5	(2) electric grid load management and applica-
6	tions that will allow batteries in plug-in electric drive
7	vehicles to be used for grid storage, ancillary serv-
8	ices provision, and backup power;
9	(3) integration of plug-in electric drive vehicles
10	with smart grid technology, including protocols and
11	standards, necessary equipment, and information
12	technology systems;
13	(4) technical and economic barriers to trans-
14	shipment of biofuels by oil pipelines; and
15	(5) any other barriers to installing sufficient
16	and appropriate alternative fuel recharging and re-
17	fueling infrastructure.
18	(b) Consultation.—The Secretary shall carry out
19	this section in consultation with—
20	(1) the Federal Energy Regulatory Commission;
21	(2) State public utility commissions;
22	(3) State consumer advocates;
23	(4) electric and natural gas utility and trans-
24	mission owners and operators;
25	(5) oil pipeline owners and operators; and

1	(6) other affected entities.
2	(c) REPORT.—Not later than 2 years after the date
3	of enactment of this Act, the Secretary shall submit to
4	Congress a report describing actions taken to carry out
5	this section.
6	SEC. 108. HOV LANE ACCESS EXTENSION.
7	Section 166(b)(5) of title 23, United States Code, is
8	amended—
9	(1) in subparagraph (A), by striking "Before
10	September 30, 2009, the State" and inserting "The
11	State"; and
12	(2) in subparagraph (B), by striking "Before
13	September 30, 2009, the State" and inserting "The
13 14	September 30, 2009, the State" and inserting "The State".
14	State".
14 15	State". SEC. 109. RESEARCH, DEVELOPMENT, AND DEMONSTRA-
14 15 16	State". SEC. 109. RESEARCH, DEVELOPMENT, AND DEMONSTRATION. (a) RESEARCH, DEVELOPMENT, AND DEMONSTRATION.
14 15 16 17	State". SEC. 109. RESEARCH, DEVELOPMENT, AND DEMONSTRATION. (a) RESEARCH, DEVELOPMENT, AND DEMONSTRATION.
14 15 16 17 18	State". SEC. 109. RESEARCH, DEVELOPMENT, AND DEMONSTRATION. (a) RESEARCH, DEVELOPMENT, AND DEMONSTRATION.—
14 15 16 17 18	State". SEC. 109. RESEARCH, DEVELOPMENT, AND DEMONSTRATION. (a) RESEARCH, DEVELOPMENT, AND DEMONSTRATION.— (1) IN GENERAL.—The Secretary, in consultations.
14 15 16 17 18 19 20	State". SEC. 109. RESEARCH, DEVELOPMENT, AND DEMONSTRATION. (a) RESEARCH, DEVELOPMENT, AND DEMONSTRATION.— (1) IN GENERAL.—The Secretary, in consultation with the Secretary of Defense, the Secretary of
14 15 16 17 18 19 20 21	State". SEC. 109. RESEARCH, DEVELOPMENT, AND DEMONSTRATION. (a) RESEARCH, DEVELOPMENT, AND DEMONSTRATION.— (1) IN GENERAL.—The Secretary, in consultation with the Secretary of Defense, the Secretary of Commerce, and the Secretary of Transportation,

1	facture and deployment of those vehicles and tech-
2	nologies, that will—
3	(A) allow the United States to meet or ex-
4	ceed the petroleum import reduction goals of
5	this Act;
6	(B) develop technologies that minimize life-
7	cycle energy use in the production and distribu-
8	tion of alternative fuels; and
9	(C) maintain United States technological
10	leadership in alternative vehicle technology.
11	(2) Use of funds.—The program may include
12	funding for—
13	(A) the development of alternative fuel ve-
14	hicle technologies, including new technologies
15	for on-board alternative fuel and energy storage
16	and drive train components for vehicles; and
17	(B) production and distribution tech-
18	nologies and systems for alternative fuels, in-
19	cluding—
20	(i) grid connectivity technology for
21	electric vehicles;
22	(ii) recycling technology and prac-
23	ticable uses of catalysts;
24	(iii) vehicle batteries; and

1	(iv) other components after the useful
2	life in a vehicle or alternative fuel produc-
3	tion facility.
4	(b) AUTHORIZATION OF APPROPRIATIONS.—There is
5	authorized to be appropriated to carry out this section
6	\$100,000,000 for each of fiscal years 2012 through 2016.
7	TITLE II—FUNDING AND
8	OFFSETS
9	SEC. 201. AUTHORIZATION OF APPROPRIATIONS.
10	Except as otherwise provided in this Act, there are
11	authorized to be appropriated to carry out this Act and
12	the amendments made by this Act such sums as are nec-
13	essary.
14	SEC. 202. STRATEGIC PETROLEUM RESERVE.
15	(a) Level.—Section 154(a) of the Energy Policy and
16	Conservation Act (42 U.S.C. 6234(a)) is amended by
17	striking "1 billion barrels of petroleum products" and in-
18	serting "the quantity of crude oil and petroleum fuels im-
19	ported into the United States each year from countries
20	that are not signatories to North American Free Trade
21	Agreement during an average 90-day period during the
22	most recent calendar year for which data are available".
23	(b) FILLING STRATEGIC PETROLEUM RESERVE TO
24	Capacity.—Section 301(e) of the Energy Policy Act of

- 1 2005 (42 U.S.C. 6240 note; Public Law 109–58) is
- 2 amended by striking paragraph (1).

3 SEC. 203. TRANSFERS.

- 4 (a) FISCAL YEAR 2009.—Of the funds appropriated
- 5 under section 101 of division A of the Consolidated Secu-
- 6 rity, Disaster Assistance, and Continuing Appropriations
- 7 Act, 2009 (Public Law 110–329; 122 Stat. 3574) for the
- 8 Strategic Petroleum Reserve under the heading "Strategic
- 9 Petroleum Reserve" of title III of the Energy and Water
- 10 Development and Related Agencies Appropriations Act,
- 11 2008 (Public Law 110–161; 121 Stat. 1959),
- 12 \$31,500,000 is transferred to carry out this Act and the
- 13 amendments made by this Act.
- 14 (b) FISCAL YEAR 2010.—Of the funds appropriated
- 15 under the heading "Strategic Petroleum Reserve" of title
- 16 III of the Energy and Water Development and Related
- 17 Agencies Appropriations Act, 2010 (Public Law 111–85;
- 18 123 Stat. 2862), \$25,000,000 is transferred to carry out
- 19 this Act and the amendments made by this Act.
- 20 (c) Use of Proceeds.—Notwithstanding any other
- 21 provision of law, any proceeds from the sale or exchange
- 22 of oil necessary to reach and maintain the authorized ca-
- 23 pacity established pursuant to section 154(a) of the En-
- 24 ergy Policy and Conservation Act (42 U.S.C. 6234(a)) and
- 25 provide for normal maintenance and operation of the Re-

- 1 serve shall be transferred to carry out this Act and the
- $2 \ \ {\rm amendments \ made \ by \ this \ Act.}$

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