## 111TH CONGRESS S. 3736 2D Session

To amend the Clean Air Act to allow States to opt out of the corn ethanol portions of the renewable fuel standard.

## IN THE SENATE OF THE UNITED STATES

August 5, 2010

Mr. INHOFE introduced the following bill; which was read twice and referred to the Committee on Environment and Public Works

## A BILL

To amend the Clean Air Act to allow States to opt out of the corn ethanol portions of the renewable fuel standard.

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. STATE OPT-OUT ELECTION FROM RENEWABLE 4

## FUEL STANDARD.

5 Section 211(0)(2)(B) of the Clean Air Act (42 U.S.C. 7545(0)(2)(B)) is amended by adding at the end the fol-6 7 lowing:

8 "(vi) Opt-out by state govern-

9 MENT.--- 2

1	"(I) IN GENERAL.—For purposes
2	of subparagraph (A), the applicable
3	volume of renewable fuel as deter-
4	mined under this subparagraph shall
5	be adjusted in accordance with this
6	clause.
7	"(II) REQUIREMENTS.—On pas-
8	sage by a State legislature and signa-
9	ture by the Governor of the State of
10	a law that elects to opt-out of the ap-
11	plicable volume of renewable fuel in
12	accordance with this clause, the Ad-
13	ministrator shall allow a State to opt-
14	out of the applicable volume of renew-
15	able fuel determined under subclause
16	(I) of clause (i), other than the appli-
17	cable volumes of renewable fuel re-
18	quired under subclauses (II), (III),
19	and (IV) of that clause.
20	"(III) REDUCTION.—On the elec-
21	tion of a State under subclause (II),
22	the Administrator shall reduce the ap-
23	plicable volume of renewable fuel de-
24	termined under clause (i)(I) by the
25	percentage that reflects the national

gasoline consumption that is attributable to the State.

3 "(IV) CREDITS TO HOLD FUEL SALES HARMLESS.—On the election of 4 5 a State under subclause (II), the Administrator shall provide for the gen-6 7 eration of credits for all gasoline (regardless of whether the gasoline is 8 9 blended) provided through a fuel ter-10 minal in the State to be calculated as though the gasoline were blended with 11 the maximum allowable ethanol con-12 13 tent of gasoline to apply toward the 14 applicable volume of renewable fuel determined under clause (i)(I).". 15

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