112TH CONGRESS 1ST SESSION H.R. 523

To make the United States exclusively liable for certain claims of liability to the extent such liability is a claim for damages resulting from, or aggravated by, the inclusion of ethanol in transportation fuel.

IN THE HOUSE OF REPRESENTATIVES

February 8, 2011

Mr. GONZALEZ introduced the following bill; which was referred to the Committee on the Judiciary

A BILL

- To make the United States exclusively liable for certain claims of liability to the extent such liability is a claim for damages resulting from, or aggravated by, the inclusion of ethanol in transportation fuel.
 - 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.

- 4 This Act may be cited as the "American Fuel Protec-
- 5 tion Act of 2011".
- 6 SEC. 2. FINDINGS.
- 7 The Congress finds as follows:

(1) Ethanol is currently widely distributed in
 commerce for general use in all conventional gaso line-powered onroad and nonroad vehicles and
 nonroad engines in widespread use.

5 (2) A decision to increase the current blending 6 limit of ethanol into gasoline for motor vehicle and 7 equipment engines requires an agency finding that 8 the increased emission products will not cause or 9 contribute to a failure of any emission control device 10 or system (over the useful life of the motor vehicle, 11 motor vehicle engine, nonroad engine or nonroad ve-12 hicle in which such device or system is used).

(3) Significant questions and concerns exist as
to the effects of increasing the current blending limit
of ethanol into gasoline for motor vehicle and equipment engines on the performance of such engines.

17 (4) Effects such as increased engine failures,
18 decreased engine performance, increased consumer
19 complaints, increased litigation, or other unforeseen
20 effects could have a significant impact on interstate
21 commerce.

(5) The Federal Trade Commission has proposed labeling requirements for all fuels distributed
in commerce that exceed the current blending limit
of ethanol into gasoline to disclose to consumers that

1	using such f	iels may	harm	some	conventional	vehi-
2	cles.					

3 (6) A multi-faceted Federal testing regimen is
4 currently underway on newer motor vehicles to de5 termine the effects on motor vehicle engines of in6 creasing the current blending limit of ethanol into
7 gasoline.

8 (7) There is insufficient data on the effects of
9 increasing the current blending limit of ethanol into
10 gasoline on older vehicles and nonroad engines.

11 (8) Nonetheless, the executive branch—

12 (A) has statutory authority to increase the
13 current blending limit of ethanol into gasoline;
14 and

(B) is currently undertaking a process toreach a decision on this issue.

(9) It is appropriate for Congress to mitigate
undue effects on parties engaged in interstate commerce resulting from a Federal decision to allow an
increase of the current blending limit of ethanol into
gasoline.

SEC. 3. LIABILITY FOR CLAIMS BASED ON DAMAGES RE SULTING FROM, OR AGGRAVATED BY, THE IN CLUSION OF ETHANOL IN CERTAIN FUEL. (a) EXCLUSIVE REMEDY AGAINST UNITED

5 STATES.—

6 (1) Notwithstanding any other provision of law, 7 any claim of liability described in subsection (b) 8 against a qualified entity is deemed to be a claim of 9 liability against the United States, and any such 10 claim shall lie exclusively against the United States.

11 (2) Sovereign immunity is abrogated as to the 12 United States to the extent set forth in this section. 13 (b) CLAIM OF LIABILITY.—A claim of liability is described in this subsection to the extent such liability is 14 based upon damages resulting from, or aggravated by, the 15 16 use of any transportation fuel (as defined in section 211(o) of the Clean Air Act) containing ethanol in con-17 18 centrations greater than 10 percent pursuant to a waiver 19 under section 211(f)(4) of the Clean Air Act to operate 20an internal combustion engine.

(c) LIMIT ON DAMAGES.—Damages awarded for such
a claim shall not exceed the actual damages sustained by
the claimant.

24 (d) EXCLUSIVE JURISDICTION.—The district courts
25 shall have exclusive jurisdiction of any civil action on a
26 claim of liability described under subsection (b).

(e) DEFINITION.—In this section, the term "qualified
 entity" means an entity engaged in the manufacture, use,
 sale, or distribution of—

- 4 (1) transportation fuel or renewable fuel (as de5 fined in section 211(o) of the Clean Air Act); or
- 6 (2) products which use transportation fuel.