

## 97TH GENERAL ASSEMBLY State of Illinois 2011 and 2012 HB2903

Introduced 2/23/2011, by Rep. Ann Williams - Barbara Flynn Currie

## SYNOPSIS AS INTRODUCED:

415 ILCS 120/30

Amends the Alternate Fuels Act. Requires \$500,000 of the amount that is appropriated for rebate programs under the Act during fiscal years 2012 and 2013 to be designated instead to fund a grant program to support the adoption of electric vehicles powered by solar generation. Requires the Environmental Protection Agency in fiscal year 2012 and, again, in fiscal year 2013 to make a grant of \$500,000 to a not-for-profit car-sharing organization. Authorizes the grant funds to be used to purchase electric vehicles from an original equipment manufacturer that operates a manufacturing facility in Illinois. Effective immediately.

LRB097 10774 JDS 51198 b

FISCAL NOTE ACT

1 AN ACT concerning safety.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Alternate Fuels Act is amended by changing Section 30 as follows:
- 6 (415 ILCS 120/30)
- 7 Sec. 30. Rebate and grant program.
- (a) Beginning January 1, 1997, and as long as funds are 8 9 available, each owner of an alternate fuel vehicle shall be eligible to apply for a rebate. Beginning July 1, 2005, each 10 owner of a vehicle using domestic renewable fuel is eligible to 11 apply for a fuel cost differential rebate under item (3) of 12 this subsection (c) of this Section. The Agency shall cause 13 14 rebates to be issued under the provisions of this Act. An owner may apply for only one of 3 types of rebates with regard to an 15 16 individual alternate fuel vehicle: (i) a conversion cost 17 rebate, (ii) an OEM differential cost rebate, or (iii) a fuel cost differential rebate. Only one rebate may be issued with 18 19 regard to a particular alternate fuel vehicle during the life of that vehicle. A rebate shall not exceed \$4,000 per vehicle. 20 21 Over the life of this rebate program, an owner of an alternate 22 fuel vehicle or a vehicle using domestic renewable fuel may not receive rebates for more than 150 vehicles per location or for 23

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300 vehicles in total.

(1) (a) A conversion cost rebate may be issued to an owner or his or her designee in order to reduce the cost of converting a conventional vehicle or a hybrid vehicle to an alternate fuel vehicle. Conversion of a conventional vehicle or a hybrid vehicle to alternate fuel capability must take place in Illinois for the owner to be eligible for the conversion cost rebate. Amounts spent by applicants within a calendar year may be claimed on a rebate application submitted within 12 months after the month in which the conversion of the vehicle took place. Approved conversion cost rebates applied for during or after calendar year 1997 shall be 80% of all approved conversion costs claimed and documented. Approval of conversion cost rebates may continue after calendar year 2002, if funds are still available. An applicant may include on an application submitted in 1997 all amounts spent within that calendar year on the conversion, even if the expenditure occurred before promulgation of the Agency rules.

(2) (b) An OEM differential cost rebate may be issued to an owner or his or her designee in order to reduce the cost differential between a conventional vehicle or engine and the same vehicle or engine, produced by an original equipment manufacturer, that has the capability to use alternate fuels.

A new OEM vehicle or engine must be purchased in

Illinois and must either be an alternate fuel vehicle or used in an alternate fuel vehicle, respectively, for the owner to be eligible for an OEM differential cost rebate. Large vehicles, over 8,500 pounds gross vehicle weight, purchased outside Illinois are eligible for an OEM differential cost rebate if the same or a comparable vehicle is not available for purchase in Illinois. Amounts spent by applicants within a calendar year may be claimed on a rebate application submitted within 12 months after the month in which the new OEM vehicle or engine was purchased.

Approved OEM differential cost rebates applied for during or after calendar year 1997 shall be 80% of all approved cost differential claimed and documented. Approval of OEM differential cost rebates may continue after calendar year 2002, if funds are still available. An applicant may include on an application submitted in 1997 all amounts spent within that calendar year on OEM equipment, even if the expenditure occurred before promulgation of the Agency rules.

(3) (e) A fuel cost differential rebate may be issued to an owner or his or her designee in order to reduce the cost differential between conventional fuels and domestic renewable fuels or alternate fuels purchased to operate an alternate fuel vehicle. The fuel cost differential shall be based on a 3-year life cycle cost analysis developed by the

Agency by rulemaking. The rebate shall apply to and be payable during a consecutive 3-year period commencing on the date the application is approved by the Agency. Approved fuel cost differential rebates may be applied for during or after calendar year 1997 and approved rebates shall be 80% of the cost differential for a consecutive 3-year period. Approval of fuel cost differential rebates may continue after calendar year 2002 if funds are still available.

Twenty-five percent of the amount that is appropriated under Section 40 to be used to fund programs authorized by this Section during calendar year 2001 shall be designated to fund fuel cost differential rebates. If the total dollar amount of approved fuel cost differential rebate applications as of July 1, 2001 is less than the amount designated for that calendar year, the balance of designated funds shall be immediately available to fund any rebate authorized by this Section and approved in the calendar year.

An approved fuel cost differential rebate shall be paid to an owner in 3 annual installments on or about the anniversary date of the approval of the application. Owners receiving a fuel cost differential rebate shall be required to demonstrate, through recordkeeping, the use of domestic renewable fuels during the 3-year period commencing on the date the application is approved by the Agency. If the

cost.

- vehicle ceases to be registered to the original applicant
  owner, a prorated installment shall be paid to that owner
  or the owner's designee and the remainder of the rebate
- 4 shall be canceled.
- 5 <u>(b)</u> (d) Vehicles owned by the federal government or vehicles registered in a state outside Illinois are not eligible for rebates.
- (c) \$500,000 of the amount that is appropriated under 8 9 Section 40 to be used to fund programs authorized by this Section during fiscal years 2012 and 2013 shall be designated 10 11 to fund a grant program to support the adoption of electric 12 vehicles powered by solar generation. In fiscal year 2012 and, 13 again, in fiscal year 2013, the Agency shall make a grant of 14 \$500,000 to a not-for-profit car-sharing organization with on-site solar electric generation with a capacity of 10 15 16 kilowatts or greater to charge electric vehicles. The grant 17 funds may be used (i) to purchase electric vehicles from an original equipment manufacturer that operates a manufacturing 18 facility in Illinois and (ii) to pay for 100% of the vehicle 19
- 21 (Source: P.A. 96-537, eff. 8-14-09; 96-1278, eff. 7-26-10.)
- 22 Section 99. Effective date. This Act takes effect upon 23 becoming law.