As Introduced

134th General Assembly

Regular Session 2021-2022

H. B. No. 642

Representatives Smith, K., Weinstein

Cosponsors: Representatives Russo, Skindell, Lepore-Hagan, Brent, Lightbody, Smith, M.

A BILL

Т	o amend sections 122.075, 125.831, 125.834,	1
	125.836, 4511.101, 5537.30, and 5735.40 of the	2
	Revised Code to generally require all state	3
	motor vehicles purchased after December 31,	4
	2029, to be powered by electricity exclusively.	5

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 122.075, 125.831, 125.834,	6
125.836, 4511.101, 5537.30, and 5735.40 of the Revised Code be	7
amended to read as follows:	8
Sec. 122.075. (A) As used in this section:	9
(1) "Alternative fuel" has the same meaning as in section	10
125.831 of the Revised Codemeans any of the following fuels used	11
in a motor vehicle:	12
(a) E85 blend fuel;	13
(b) Blended biodiesel;	14
(c) Natural gas;	15
(d) Liquefied petroleum gas;	16

(e) Hydrogen;	17
(f) Compressed air;	18
(g) Any power source, including electricity;	19
(h) Any fuel not described in divisions (A)(1)(a) to (g)	20
of this section that the United States department of energy	21
determines, by final rule, to be substantially not petroleum,	22
and that would yield substantial energy security and	23
environmental benefits.	24
(2) "Biodiesel" means a mono-alkyl ester combustible	25
liquid fuel that is derived from vegetable oils or animal fats,	26
or any combination of those reagents, and that meets American	27
society for testing and materials specification D6751-03a for	28
biodiesel fuel (B100) blend stock distillate fuels.	29
(3) "Diesel fuel" and "gasoline" have the same meanings as	30
in section 5735.01 of the Revised Code.	31
(4) "Ethanol" means fermentation ethyl alcohol derived	32
from agricultural products, including potatoes, cereal, grains,	33
cheese whey, and sugar beets; forest products; or other	34
renewable resources, including residue and waste generated from	35
the production, processing, and marketing of agricultural	36
products, forest products, and other renewable resources that	37
meet all of the specifications in the American society for	38
testing and materials (ASTM) specification D 4806-88 and is	39
denatured as specified in Parts 20 and 21 of Title 27 of the	40
Code of Federal Regulations.	41
(5) "Blended biodiesel" means diesel fuel containing at	42
least twenty per cent biodiesel by volume.	43

(6) "Blended gasoline" means gasoline containing at least 44

eighty-five per cent ethanol by volume.	
(7) "Incremental cost" means either of the following:	46
(a) The difference in cost between blended gasoline and	47
gasoline containing ten per cent or less ethanol at the time	48
that the blended gasoline is purchased;	49
(b) The difference in cost between blended biodiesel and	50
diesel fuel containing two per cent or less biodiesel at the	51
time that the blended biodiesel is purchased.	52
(8) "E85 blend fuel" means fuel containing eighty-five per	53
cent or more ethanol or containing any other percentage of not	54
less than seventy per cent ethanol if the United States	55
department of energy determines, by rule, that the lower	56
percentage is necessary to provide for the requirements of cold	57
start, safety, or vehicle functions, and that meets the American	58
society for testing and materials specification for E85 blend	
<u>fuel.</u>	60
(B) For the purpose of improving the air quality in this	61
state, the director of development services shall establish an	62
alternative fuel transportation program under which the director	63
may make grants and loans to businesses, nonprofit	64
organizations, public school systems, or local governments for	65
the purchase and installation of alternative fuel refueling or	66
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distribution facilities and terminals, for the purchase and use	
distribution facilities and terminals, for the purchase and use of alternative fuel, to pay the cost of fleet conversion, and to	68
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of alternative fuel, to pay the cost of fleet conversion, and to	
of alternative fuel, to pay the cost of fleet conversion, and to pay the costs of educational and promotional materials and	69

(C) The director, in consultation with the director of

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agriculture, shall adopt rules in accordance with Chapter 119. 74 of the Revised Code that are necessary for the administration of 75 the alternative fuel transportation program. The rules shall 76 establish at least all of the following: 77 (1) An application form and procedures governing the 78 application process for receiving funds under the program; 79 (2) A procedure for prioritizing the award of grants and 80 loans under the program. The procedures shall give preference to 81 all of the following: 82 (a) Publicly accessible refueling facilities; 83 (b) Entities applying to the program that have secured 84 funding from other sources, including, but not limited to, 85 private or federal incentives; 86 (c) Entities that have presented compelling evidence of 87 demand in the market in which the facilities or terminals will 88 be located; 89 (d) Entities that have committed to utilizing purchased or 90 installed facilities or terminals for the greatest number of 91 92 years; (e) Entities that will be purchasing or installing 93 facilities or terminals for any type of alternative fuel. 94 (3) A requirement that the maximum incentive for the 95 purchase and installation of an alternative fuel refueling or 96 distribution facility or terminal be eighty per cent of the cost 97 of the facility or terminal, except that at least twenty per 98 cent of the total cost of the facility or terminal shall be 99 incurred by the recipient and not compensated for by any other 100 source; 101

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(4) A requirement that the maximum incentive for the
purchase of alternative fuel be eighty per cent of the cost of
the fuel or, in the case of blended biodiesel or blended
gasoline, eighty per cent of the incremental cost of the blended
biodiesel or blended gasoline;

(5) Any other criteria, procedures, or guidelines that the
director determines are necessary to administer the program,
including fees, charges, interest rates, and payment schedules.

(D) An applicant for a grant or loan under this section
that sells motor vehicle fuel at retail shall agree that if the
applicant receives funding, the applicant will report to the
director the gallon or gallon equivalent amounts of alternative
fuel the applicant sells at retail in this state for a period of
three years after the project is completed.

The director shall enter into a written confidentiality agreement with the applicant regarding the gallon or gallon equivalent amounts sold as described in this division, and upon execution of the agreement this information is not a public record.

(E) There is hereby created in the state treasury the 121 alternative fuel transportation fund. The fund shall consist of 122 money transferred to the fund under division (B) of section 123 125.836 of the Revised Code, money that is appropriated to it by 124 the general assembly, money as may be specified by the general 125 assembly from the advanced energy fund created by section 126 4928.61 of the Revised Code, and all money received from the 127 repayment of loans made from the fund or in the event of a 128 default on any such loan. Money in the fund shall be used to 129 make grants and loans under the alternative fuel transportation 130 program and by the director in the administration of that 131

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program. 132 Sec. 125.831. As used in sections 125.831 to 125.834 of 133 the Revised Code: 134 (A) "Alternative Petroleum-based alternative fuel" means 135 any of the following fuels used in a motor vehicle: 136 (1) E85 blend fuel; 137 (2) Blended biodiesel; 138 (3) Natural gas; 139 (4) Liquefied petroleum gas+ 140 (5) 141 Hydrogen; 142 (6) Compressed air; 143 (7) Any power source, including electricity; 144 (8) Any fuel not described in divisions (A) (1) to (7) of 145 this section that the United States department of energy-146 determines, by final rule, to be substantially not petroleum, 147 and that would yield substantial energy security and 148 environmental benefits. 149 (B) "Biodiesel" means a mono-alkyl ester combustible 150 liquid fuel that is derived from vegetable oils or animal fats, 151 or any combination of those reagents that meets the American 152

society for testing and materials specification for biodiesel153fuel (B100) blend stock distillate fuels and any other standards154that the director of administrative services adopts by rule.155

(C) "Blended biodiesel" means a blend of biodiesel withpetroleum based diesel fuel in which the resultant product157

contains not less than twenty per cent biodiesel that meets the158American society for testing and materials specification for159blended diesel fuel and any other standards that the director of160administrative services adopts by rule.161

(D) "Diesel fuel" means any liquid fuel that is capable of
 use in discrete form or as a blend component in the operation of
 engines of the diesel type.

(E) "E85 blend fuel" means fuel containing eighty-five per 165 cent or more ethanol as defined in section 122.075 of the 166 Revised Code or containing any other percentage of not less than 167 seventy per cent ethanol if the United States department of 168 energy determines, by rule, that the lower percentage is 169 necessary to provide for the requirements of cold start, safety, 170 or vehicle functions, and that meets the American society for 171 testing and materials specification for E85 blend fuel and any 172 other standards that the director of administrative services 173 adopts by rule. 174

(F) "Law enforcement officer" means an officer, agent, or
employee of a state agency upon whom, by statute, a duty to
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conserve the peace or to enforce all or certain laws is imposed
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and the authority to arrest violators is conferred, within the
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limits of that statutory duty and authority, but does not
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include such an officer, agent, or employee if that duty and
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authority is location specific.

(G) (1) "Motor vehicle" means any automobile, car minivan,
cargo van, passenger van, sport utility vehicle, or pickup truck
with a gross vehicle weight of under twelve thousand pounds.
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(2) "Motor vehicle" does not include, except for thepurposes of division (C) of section 125.832 of the Revised Code,186

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any vehicle described in division (G)(1) of this section that is187used by a law enforcement officer and law enforcement agency or188any vehicle that is so described and that is equipped with189specialized equipment that is not normally found in such a190vehicle and that is used to carry out a state agency's specific191and specialized duties and responsibilities.192

(H) "Specialized equipment" does not include standard
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mobile radios with no capabilities other than voice
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communication, exterior and interior lights, or roof-mounted
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caution lights.

(I) "State agency" means every organized body, office, 197 board, authority, commission, or agency established by the laws 198 of the state for the exercise of any governmental or quasi-199 governmental function of state government regardless of the 200 funding source for that entity, other than any state institution 201 of higher education, the office of the governor, lieutenant 202 governor, auditor of state, treasurer of state, secretary of 203 state, or attorney general, the general assembly or any 204 legislative agency, the courts or any judicial agency, or any 205 state retirement system or retirement program established by or 206 referenced in the Revised Code. 207

(J) "State institution of higher education" has the same208meaning as in section 3345.011 of the Revised Code.209

Sec. 125.834. (A) The (A) (1) Until January 1, 2025, the210department of administrative services shall ensure that both of211the following:212

(a) Not less than twenty-five per cent of all new motor213vehicles acquired by the state for use by state agencies under214section 125.832 of the Revised Code are capable of using215

alternative fuels. A are powered by electricity exclusively.	
(b) All new motor vehicles acquired by the state, other	217
than those acquired under division (A)(1)(a) of this section,	218
for use by state agencies under section 125.832 of the Revised	219
Code are capable of using petroleum-based alternative fuels.	220
(2) Beginning January 1, 2025, and until January 1, 2030,	221
the department shall ensure both of the following:	222
(a) Not less than fifty per cent of all new motor vehicles	223
acquired by the state for use by state agencies under section	224
125.832 of the Revised Code are powered by electricity	225
exclusively.	226
(b) All new motor vehicles acquired by the state, other	227
than those acquired under division (A)(2)(a) of this section,	228
for use by state agencies under section 125.832 of the Revised	229
Code are capable of using petroleum-based alternative fuels.	230
(3) Beginning January 1, 2030, the department shall ensure	231
that all new motor vehicles acquired by the state for use by	232
state agencies under section 125.832 of the Revised Code are	233
powered by electricity exclusively.	234
<u>A</u> state agency that is acquiring new motor vehicles under	235
division (G)(1) of section 125.832 of the Revised Code shall	236
report annually, in a manner prescribed by the director of	237
administrative services, the number of new motor vehicles	238
acquired by the state agency and the number of those motor	239
vehicles that are capable of using alternative fuelpowered by	240
electricity exclusively and, until January 1, 2030, the number	241
of those vehicles that use petroleum-based alternative fuel.	242
(B) The (B)(1) Until January 1, 2030, the department shall	243
not purchase or lease, or authorize the purchase or lease by a	244

state agency of, any motor vehicles that are incapable of using-	245
<u>do not use petroleum-based</u> alternative fuels <u>or are not powered</u>	246
by electricity exclusively, unless one or more both of the	247
following apply:	248
(1) (a) The department or state agency is unable to	249
acquire or operate motor vehicles within the cost limitations	250
described in rules adopted under division $\frac{(D)}{(C)}$ of this	251
section.	252
(2) The use of alternative fuels would not meet the energy	253
conservation and exhaust emissions criteria described in rules-	254
adopted under division (D) of this section.	255
(3) (b) An emergency exists or exigent circumstances	256
exist, as determined by the department of administrative	257
services.	258
(2) Beginning January 1, 2030, the department shall not	259
purchase or lease, or authorize the purchase or lease by a state	260
agency of, any motor vehicles that are not powered by	261
electricity exclusively, unless one or both of the following	262
apply:	263
(a) The department or state agency is unable to acquire or	264
operate motor vehicles within the cost limitations described in	265
rules adopted under division (C) of this section.	266
(b) An emergency exists or exigent circumstances exist, as	267
determined by the department of administrative services.	268
(C) All motor vehicles owned or leased by the state that-	269
are capable of using an alternative fuel shall use an-	270
alternative fuel if the fuel is reasonably available at a	271
reasonable price. The director of administrative services, under-	272
Chapter 119. of the Revised Code, shall adopt rules to implement	273

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the fuel use requirement of this division, and the directors and	274
heads of all state departments and agencies shall issue a	275
directive to all state employees who use state motor vehicles -	276
informing them of the fuel use requirement. The directive shall	277
instruct state employees to purchase alternative fuels at retail	
fuel facilities whenever possible.	279
As used in this division, "motor vehicle" has the same-	280
meaning as in section 125.831 of the Revised Code and also-	281
includes all on road and off road vehicles powered by diesel	282
fuel, regardless of gross vehicle weight.	283
(D) T he director of administrative services shall adopt	284
and may amend, under Chapter 119. of the Revised Code, rules	285
that include both of the following:	286
(1) Requirements requirements for state agencies in the	287
procurement of <u>petroleum-based</u> alternative fuels and motor	288
vehicles capable of using alternative <u>such</u>fuels<u>or that are</u>	289
powered by electricity exclusively, and cost limitations for the	290
acquisition and operation of such vehicles ;	291
(2) Energy conservation and exhaust emissions criteria for	292
motor vehicles capable of using alternative fuels.	293
Sec. 125.836. (A) As used in this section:	294
(1) "Biodiesel," "blended biodiesel," and "diesel fuel"	295
have the same meanings as in section 125.831 <u>122.075</u> of the	296
Revised Code.	297
(2) "Incremental cost" means the difference in cost	298
between blended biodiesel and conventional petroleum-based	299
diesel fuel at the time the blended biodiesel is purchased.	300
(B) There is hereby created in the state treasury the	301

"biodiesel revolving fund," to which shall be credited moneys 302 appropriated to the fund by the general assembly and any other 303 moneys obtained or accepted by the development services agency 304 for crediting to the fund. Moneys credited to the fund shall be 305 used to pay for the incremental cost of biodiesel for use in 306 vehicles owned or leased by the state that use diesel fuel. The 307 308 director of development services may direct the director of budget and management to transfer available moneys in the 309 biodiesel revolving fund to the alternative fuel transportation 310 fund created in section 122.075 of the Revised Code to be used 311 by the development services agency for the purposes specified in 312 that section. 313

Sec. 4511.101. (A) The director of transportation, in accordance with 23 U.S.C.A. 109(d), 131(f), and 315, as amended, and by rule adopted pursuant to Chapter 119. of the Revised Code, shall establish a program for the placement of business logos for identification purposes on state directional signs within the rights-of-way of divided, multi-lane, limited access highways in both rural and urban areas.

321 (B) (1) The director, by rule adopted pursuant to Chapter 119. of the Revised Code, shall establish, and may revise, a fee 322 for participation in the business logo sign program. All direct 323 and indirect costs of the business logo sign program established 324 pursuant to this section shall be fully paid by the businesses 325 applying for participation in the program. The direct and 326 indirect costs of the program shall include, but not be limited 327 to, the cost of capital, directional signs, blanks, posts, 328 logos, installation, repair, engineering, design, insurance, 329 removal, replacement, and administration. 330

(2) Money generated from participating businesses in

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excess of the direct and indirect costs and any reasonable 332 profit earned by a person awarded a contract under division (C) 333 of this section shall be remitted to the department. 334

(3) Nothing in this chapter shall be construed to prohibit 335 the director from establishing such a program. If the department 336 operates such a program and does not contract with a private 337 person to operate it, all money collected from participating 338 businesses shall be deposited and credited as prescribed in 339 division (B)(2) of this section. 340

(C) The director, in accordance with rules adopted 341 pursuant to Chapter 119. of the Revised Code, may contract with 342 any private person to operate, maintain, or market the business 343 logo sign program. The contract may allow for a reasonable 344 profit to be earned by the successful applicant. In awarding the 345 contract, the director shall consider the skill, expertise, 346 prior experience, and other qualifications of each applicant. 347

(D) As used in this section, "urban area" means an area 348 having a population of fifty thousand or more according to the 349 most recent federal census and designated as such on urban maps 350 prepared by the department.

(E) In implementing this section, neither the department 352 nor the director shall do either of the following: 353

(1) Limit the right of any person to erect, maintain, 354 repair, remove, or utilize any off-premises or on-premises 355 advertising device; 356

(2) Make participation in the business logo sign program 357 conditional upon a business agreeing to limit, discontinue, 358 withdraw, modify, alter, or change any advertising or sign. 359

(F) The program shall permit the business logo signs of a 360

seller of motor vehicle fuel to include on the seller's signs a361marking or symbol indicating that the seller sells one or more362types of alternative fuel so long as the seller in fact sells363that fuel.364

As used in this division, "alternative fuel" has the same 365 meaning as in section <u>125.831</u> <u>122.075</u> of the Revised Code. 366

Sec. 5537.30. (A) Not later than December 31, 2009, the 367 Ohio turnpike and infrastructure commission shall establish a 368 program for the placement of business logos for identification 369 purposes on directional signs within the turnpike right-of-way. 370

(B) (1) The commission shall establish, and may revise at 371 any time, a fee for participation in the business logo sign 372 program. All direct and indirect costs of the business logo sign 373 program established pursuant to this section shall be fully paid 374 by the businesses applying for participation in the program. The 375 direct and indirect costs of the program shall include, but not 376 be limited to, the cost of capital, directional signs, blanks, 377 posts, logos, installation, repair, engineering, design, 378 insurance, removal, replacement, and administration. 379

(2) Money generated from participating businesses in
excess of the direct and indirect costs and any reasonable
profit earned by a person awarded a contract to operate,
maintain, or market the business logo sign program shall be
remitted to the commission.

(3) If the commission operates such a program and does not
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contract with a private person to operate it, all money
collected from participating businesses shall be retained by the
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commission.

(C) The program shall permit the business logo signs of a 389

seller of motor vehicle fuel to include on the seller's signs a 390 marking or symbol indicating that the seller sells one or more 391 types of alternative fuel so long as the seller in fact sells 392 that fuel. As used in this division, "alternative fuel" has the 393 same meaning as in section <u>125.831 122.075</u> of the Revised Code. 394 Sec. 5735.40. (A) As used in this section: 395 (1) "Alternative fuel" has the same meaning as in section 396 125.831 122.075 of the Revised Code. 397 (2) "Political subdivision" means a county, township, 398 municipal corporation, school district, or other body corporate 399 and politic responsible for governmental activities in a 400 geographic area smaller than that of the state. 401 (B) Except as provided in division (B) (6) of section 402 5739.02 of the Revised Code when levying the tax imposed by that 403 section in conjunction with sections 5739.021, 5739.023, 404 5739.026, 5741.021, 5741.022, and 5741.023 of the Revised Code, 405 or as provided in section 5739.101 of the Revised Code, no 406 political subdivision shall levy or collect any excise, license, 407 privilege, or occupational tax on alternative fuel or on the 408 409 buying, selling, handling, or consuming of alternative fuel. Section 2. That existing sections 122.075, 125.831, 410 125.834, 125.836, 4511.101, 5537.30, and 5735.40 of the Revised 411 Code are hereby repealed. 412