

**PROPOSED AMENDMENTS TO  
C-ENGROSSED HOUSE BILL 2894**

1 On page 1 of the C-engrossed bill, line 3, after the semicolon insert “ap-  
2 propriating money;”.

3 On page 5, delete lines 13 and 14 and insert:

4 **“SECTION 6. As used in sections 6 to 12 of this 2013 Act:**

5 **“(1) ‘Alternative fuel vehicle’ means a motor vehicle, as defined in**  
6 **ORS 801.360, that is manufactured or modified to use an alternative**  
7 **fuel, including but not limited to electricity, biofuel, gasohol with at**  
8 **least 20 percent denatured alcohol content, hydrogen, hythane,**  
9 **methane, methanol, natural gas, propane or any other fuel approved**  
10 **by the Director of the State Department of Energy, and that produces**  
11 **lower exhaust emissions or is more energy efficient than equivalent**  
12 **equipment fueled by gasoline or diesel.**

13 **“(2) ‘Public body’ has the meaning given that term in ORS 174.109.**

14 **“(3) ‘Tribe’ means a federally recognized Indian tribe in Oregon.**

15 **“SECTION 7. (1) The Alternative Fuel Vehicle Revolving Fund is**  
16 **established in the State Treasury, separate and distinct from the**  
17 **General Fund. Interest earned by the Alternative Fuel Vehicle Re-**  
18 **volving Fund shall be credited to the fund. The moneys in the Alter-**  
19 **native Fuel Vehicle Revolving Fund are continuously appropriated to**  
20 **the State Department of Energy to be used for the purposes described**  
21 **in section 8 of this 2013 Act.**

22 **“(2) The State Treasurer may accept contributions, donations, be-**

1 **quests, gifts or grants from any source, whether public or private.**  
2 **Moneys received under this subsection shall be deposited into the Al-**  
3 **ternative Fuel Vehicle Revolving Fund.**

4 **“(3) The Alternative Fuel Vehicle Revolving Fund shall consist of:**

5 **“(a) Moneys appropriated by the Legislative Assembly;**

6 **“(b) Any other revenues derived from contributions, donations, be-**  
7 **quests, gifts or grants;**

8 **“(c) Other amounts deposited in the fund from any source;**

9 **“(d) All repayments of moneys borrowed from the fund; and**

10 **“(e) All interest payments made by borrowers from the fund.**

11 **“(4) The State Treasurer may invest and reinvest moneys in the**  
12 **Alternative Fuel Vehicle Revolving Fund in the manner provided by**  
13 **law. All earnings from such investment and reinvestment shall be**  
14 **credited to the Alternative Fuel Vehicle Revolving Fund.**

15 **“SECTION 8. (1) The State Department of Energy shall use the**  
16 **moneys in the Alternative Fuel Vehicle Revolving Fund for a loan**  
17 **program to provide loans to public bodies and tribes to:**

18 **“(a) Assist in the purchase of new alternative fuel vehicles by pro-**  
19 **viding funding for the additional cost of purchasing alternative fuel**  
20 **vehicles as compared to vehicles that are not alternative fuel vehicles;**  
21 **and**

22 **“(b) Convert existing vehicles that use gasoline or diesel to alter-**  
23 **native fuel vehicles.**

24 **“(2) Funding priority under subsection (1) of this section must be**  
25 **given to vehicle conversions.**

26 **“(3) The department may also use the moneys in the Alternative**  
27 **Fuel Vehicle Revolving Fund to pay the expenses of the department**  
28 **in administering the Alternative Fuel Vehicle Revolving Fund and the**  
29 **loan program or any other costs incurred by the department in car-**  
30 **rying out sections 6 to 12 of this 2013 Act.**

1       **“SECTION 9. (1) In administering the Alternative Fuel Vehicle Re-**  
2 **volving Fund, the State Department of Energy shall:**

3       **“(a) Allocate funds for loans in accordance with procedures adopted**  
4 **by the department by rule.**

5       **“(b) Use accounting, auditing and fiscal procedures that conform**  
6 **to generally accepted government accounting standards.**

7       **“(c) Seek to maximize the ability of the Alternative Fuel Vehicle**  
8 **Revolving Fund to operate on a self-sustaining basis and to maintain**  
9 **a perpetual source of financing to provide loans as described in section**  
10 **8 of this 2013 Act.**

11       **“(2) In connection with the loan program, the department may:**

12       **“(a) Establish requirements for loans made from the Alternative**  
13 **Fuel Vehicle Revolving Fund to ensure that adequate funds will be**  
14 **available in the fund to pay the costs of administering the fund and**  
15 **the loan program.**

16       **“(b) Exercise any remedies available to the department in con-**  
17 **nection with defaults on loans of advanced funds made to public bodies**  
18 **and tribes.**

19       **“SECTION 10. (1) Any public body or tribe desiring a loan from the**  
20 **Alternative Fuel Vehicle Revolving Fund shall submit an application**  
21 **to the State Department of Energy. The application shall be in such**  
22 **form as may be specified by the department.**

23       **“(2) Any public body or tribe receiving a loan from the Alternative**  
24 **Fuel Vehicle Revolving Fund shall establish and maintain a dedicated**  
25 **source of revenue or other acceptable source of revenue for the re-**  
26 **payment of the loan.**

27       **“SECTION 11. Notwithstanding any limitation contained in any**  
28 **other provision of law or local charter, a public body or tribe may:**

29       **“(1) Borrow money from the Alternative Fuel Vehicle Revolving**  
30 **Fund through the State Department of Energy; and**

1       “(2) Enter into loan agreements and make related agreements with  
2 the department, in which the public body or tribe agrees to repay the  
3 borrowed money in accordance with the terms of the loan agreement.

4       “SECTION 12. (1) The State Department of Energy shall establish  
5 by rule policies for establishing loan terms and interest rates for loans  
6 made from the Alternative Fuel Vehicle Revolving Fund that ensure  
7 that the objectives of sections 6 to 12 of this 2013 Act are met and that  
8 adequate funds are maintained in the Alternative Fuel Vehicle Re-  
9 volving Fund to meet future needs. In establishing the policy, the  
10 department shall take into consideration at least the following factors:

11       “(a) The ability of a public body or tribe to repay a loan.

12       “(b) Current market rates of interest.

13       “(2) The department may establish an interest rate ranging from  
14 zero to the market rate. The department may establish the loan term,  
15 provided that the loan is fully amortized not later than six years after  
16 the purchase of a new alternative fuel vehicle or the conversion of a  
17 vehicle that uses gasoline or diesel to an alternative fuel vehicle.

18       “(3) The department shall adopt by rule any procedures or standards  
19 necessary to carry out the provisions of sections 6 to 12 of this 2013  
20 Act.

21       “SECTION 13. This 2013 Act takes effect on the 91st day after the  
22 date on which the 2013 regular session of the Seventy-seventh Legis-  
23 lative Assembly adjourns sine die.”.

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