

Requested by Senator BENTZ

**PROPOSED AMENDMENTS TO
HOUSE BILL 2020**

1 On page 13 of the printed bill, delete lines 34 through 45 and insert:

2 “(3)(a) Except as provided in paragraph (b) of this subsection, the annual
3 allocation of allowances for direct distribution at no cost to a covered entity
4 or opt-in entity described in subsection (1) of this section shall be a number
5 of allowances equal to the sum total of the annual good-specific emissions
6 calculations for the goods manufactured by the covered entity or opt-in en-
7 tity, multiplied by:

8 “(A) During calendar year 2021, 100 percent; and

9 “(B) Beginning in 2022 and for each following year until and including
10 2050, a percentage that is adjusted annually, as set forth in a schedule
11 adopted by the Director of the Carbon Policy Office by rule.

12 “(b)(A) The annual allocation of allowances for direct distribution at no
13 cost to a covered entity shall, for calendar year 2021 and for each following
14 year until and including 2035, be a number of allowances sufficient to satisfy
15 100 percent of the compliance obligation of the covered entity if the covered
16 entity is:

17 “(i) A covered entity described in subsection (1) of this section that
18 manufactures goods in at least three facilities in this state and that has,
19 prior to the effective date of this 2019 Act, reduced greenhouse gas emissions
20 per unit of output of the goods manufactured by at least 45 percent below
21 1995 levels per unit of output; or

1 “(ii) A covered entity described in subsection (1) of this section that
2 manufactures goods in at least three facilities in this state that are each
3 located in a county with a population density of 25 or fewer persons per
4 square mile.

5 “(B) Beginning in 2036 and for each following year until and including
6 2050, the annual allocation of allowances for direct distribution at no cost
7 to a covered entity described in subparagraph (A) of this paragraph shall be
8 the annual good-specific emissions calculation for the goods manufactured
9 by the covered entity, multiplied by a percentage that is adjusted annually,
10 as set forth in a schedule adopted by the Director of the Carbon Policy Office
11 by rule.

12 “(c) The schedules required by paragraphs (a)(B) and (b)(B) of this sub-
13 section shall result in the amount of annual allowance allocations that a
14 covered entity or opt-in entity may receive under this section and section 14
15 of this 2019 Act in each year declining annually by a constant amount
16 proportionate to the decline in the amount of allowances available in annual
17 allowance budgets pursuant to section 9 (1)(b) of this 2019 Act.”.

18 On page 15, line 22, delete “under subsection (3)(b) of this section”.

19 In line 26, delete “(3)(b)” and insert “(3)(c)”.

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