HB 4139-2 (LC 141) 2/14/22 (TSB/ps)

Requested by Representative RAYFIELD

PROPOSED AMENDMENTS TO HOUSE BILL 4139

1 On page 1 of the printed bill, delete lines 5 through 25 and delete pages 2 2 through 5 and insert:

3 "SECTION 1. (1) As used in this section and sections 2 and 3 of this
4 2022 Act:

5 "(a) 'Bidder' has the meaning given that term in ORS 279A.010.

6 "(b) 'Covered materials' means:

"(A) Concrete, including ready mix concrete, shotcrete, precast
concrete and concrete masonry units;

9 "(B) Asphalt paving mixtures;

"(C) Steel, including rebar, reinforcing steel and structural steel,
 hot-rolled sections, hollow sections, plate steel and cold-formed steel;
 and

"(D) Other materials the Department of Transportation designates
 by rule after consultation with the technical advisory committee.

15 "(c) 'Emergency' has the meaning given that term in ORS 279A.010. (d) 'Environmental product declaration' means a product-specific 17 label developed in accordance with rules the department adopts that 18 are based on ISO Standard 14025 and on independently verified life 19 cycle assessment data, life cycle inventory and analysis data or infor-10 mation modules in accordance with the ISO 14040 series of standards. 21 "(e) 'Procurement' has the meaning given that term in ORS 1 **279A.010.**

² "(f) 'Proposer' has the meaning given that term in ORS 279A.010.

"(g) 'Public contract' has the meaning given that term in ORS
279A.010.

6 (h) 'Public Contracting Code' has the meaning given that term in
6 ORS 279A.010.

7 "(i) 'Technical advisory committee' means the committee described
8 in section 2 of this 2022 Act.

9 "(2)(a) The department, not later than December 31, 2025, shall es10 tablish a program for greenhouse gas reduction that:

"(A) Assesses the greenhouse gas emissions attributable to covered
 materials the department uses in the department's construction and
 maintenance activities for the state's transportation system;

"(B) Conducts life cycle assessments of a selected set of the
 department's construction and maintenance activities; and

"(C) Devises strategies for reducing greenhouse gas emissions that
 include, but are not limited to, improving pavement and bridge con ditions.

"(b) In establishing the program described in paragraph (a) of this subsection, the department shall identify and disclose in any reports the department produces all relevant measurement difficulties, deficiencies in needed data, assumptions, uncertainties, technological limitations, costs associated with assessment and implementation and any other relevant limitations of methodology, practice or implementation.

"(c) In devising the strategies described in paragraph (a)(C) of this
 subsection, the department, at a minimum, shall consider and evalu ate:

"(A) Advancements in materials and engineering as applied to
 greenhouse gas emission reduction;

"(B) Regional variability in the quality and durability of aggregates
and other components of covered materials;

"(C) The types and effects of fuels available for use in manufacturing, transporting and using covered materials;

5 "(D) The quality and performance of the covered materials; and

6 "(E) Any other factors that the department, in consultation with 7 the technical advisory committee, deems relevant and useful.

8 "(d) The department shall conduct the assessments and devise the 9 strategies described in paragraph (a) of this subsection separately for 10 each of the state's five transportation regions, accounting for differ-11 ences among the regions with respect to the availability of covered 12 materials, fuel and other necessary resources and the quantity of 13 covered materials the department uses or plans to use.

"(3)(a) In procuring covered materials for the program described in
 subsection (2)(a) of this section, the department shall require con tractors to submit environmental product declarations before the
 contractor installs the covered materials, unless the department:

18 "(A) Procures the covered materials on an emergency basis;

"(B) Determines that a relevant product category rule does not ex ist;

"(C) Determines that requiring an environmental product declara tion will reduce competition for public contracts or otherwise
 contravene the requirements of the Public Contracting Code;

"(D) Determines that requiring an environmental product declaration would unreasonably affect the department's specifications or requirements for covered materials or impair the department's construction or maintenance activities;

"(E) Determines that an environmental product declaration is not
 necessary to measure or quantify greenhouse gas emissions; or

30 "(F) Determines after consultation with the technical advisory

committee that other considerations outweigh the need for requiring environmental product declarations or that a construction or maintenance activity would use less than a threshold amount of covered materials. The department, in consultation with the technical advisory committee, shall specify the threshold amount by rule.

"(b) Notwithstanding paragraph (a) of this subsection, in procuring 6 asphalt paving mixtures, the department may allow contractors to 7 submit environmental product declarations within a reasonable time 8 after executing a public contract for constructing roads or acquiring 9 materials or within the time required for an environmental product 10 declaration provider to prepare the environmental product declaration, 11 but not later than the date on which the contractor completes per-12 formance of the public contract. 13

"(c) The department may not use an environmental product decla-14 ration as a consideration in ranking or scoring a bid or proposal before 15January 1, 2027, but thereafter may consider environmental product 16 declarations if the department determines that doing so is beneficial 17 and if, after consulting with the technical advisory committee, con-18 struction contractors, material suppliers and other stakeholders, the 19 department devises a scoring methodology that ensures fairness 20among bidders and proposers. 21

"(4)(a) In order to assist bidders or proposers to prepare or submit environmental product declarations required under this section, the department by rule shall establish a program to extend grants to bidders or proposers that require financial assistance to prepare environmental product declarations.

"(b) Before establishing a program under this subsection, the department shall submit a request for funding to the Legislative Assembly in an amount that the department estimates would be necessary to provide the grants described in this subsection. The department shall deposit any funding the department receives into a designated account within the department's operating account and shall keep records of disbursements from the account. Any moneys the department does not award as grants must revert to the General Fund upon the termination of the program.

"(c) The department by rule shall establish criteria for eligibility for
grants under this subsection and shall specify the maximum amount
of each grant on the basis of available funding.

9 "<u>SECTION 2.</u> (1) The Department of Transportation shall establish
10 a technical advisory committee to assist the department with issues
11 related to implementing the program described in section 1 of this 2022
12 Act.

"(2) Members of the technical advisory committee must include, but 13 need not be limited to, representatives from the Department of 14 Transportation and the Department of Environmental Quality, from 15construction firms engaged in transportation construction and main-16 tenance, from suppliers of covered materials, from construction and 17 material supplier industry associations, from workers in construction 18 or manufacturing industries, from environmental organizations and 19 from institutions of higher education. 20

21 "(3) The technical advisory committee shall:

"(a) Recommend quantities of covered materials below which the
 Department of Transportation need not require an environmental
 product declaration.

"(b) Advise the department as needed to prepare the reports re quired under section 3 of this 2022 Act.

27 "(c) Advise and guide the department concerning:

"(A) The extent to which environmental product declarations are
 available or are in development;

30 "(B) Which of the department's construction and maintenance ac-

tivities are appropriate for inclusion in the program described in section 1 (2) of this 2022 Act;

"(C) The time within which a bidder or proposer must submit an
environmental product declaration and any related information;

5 "(D) How to properly analyze or interpret an environmental product
6 declaration;

"(E) The content of and criteria for devising, adopting and implementing the strategies described in section 1 (2)(a)(C) of this 2022 Act;
"(F) Potential changes to the design or implementation of the program described in section 1 of this 2022 Act in light of technological
advances and the need to maintain reasonable competition for public
contracts; and

"(G) Other matters the technical advisory committee deems neces sary to achieve the goals of the program.

15 "(4) The technical advisory committee may recommend to the de 16 partment additional materials for designation as covered materials.

"(5) A majority of the members of the technical advisory committee
 constitutes a quorum for the transaction of business.

"(6) The technical advisory committee shall elect two of the mem bers of the technical advisory committee to serve as cochairpersons.

"(7) The department shall appoint a replacement for any vacancy
 on the technical advisory committee. The replacement must become
 immediately effective upon appointment.

"(8) The technical advisory committee must meet at least four times within each calendar year at times and places specified by the call of the chairperson, of a majority of the members of the technical advisory committee or of the Director of Transportation.

28 "(9) The department shall provide staff support to the technical
 29 advisory committee.

30 "(10) Members of the technical advisory committee are not entitled

to compensation or reimbursement for expenses and serve as volunteers on the technical advisory committee.

"SECTION 3. The Department of Transportation, after establishing 3 the program described in section 1 of this 2022 Act, shall report an-4 nually not later than December 31 of each calendar year to the Oregon $\mathbf{5}$ Transportation Commission and an interim committee of the Legisla-6 tive Assembly related to transportation concerning the progress of the 7 program and related matters. The department shall prepare the re-8 ports in consultation with the technical advisory committee and the 9 reports, at a minimum, must include: 10

"(1) A description of the department's efforts to design and implement the program, an evaluation of the department's success in reducing greenhouse gas emissions by means of environmental product declarations and recommendations as to whether to continue or expand the program; and

"(2) Any other matters the department, in consultation with the
 technical advisory committee, deems relevant, material or important
 to highlight or recommend to the commission or the Legislative Assembly.

"<u>SECTION 4.</u> This 2022 Act takes effect on the 91st day after the
 date on which the 2022 regular session of the Eighty-first Legislative
 Assembly adjourns sine die.".

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