HB 2614-3 (LC 1288) 3/30/23 (STN/ps)

Requested by Representative MCLAIN

## PROPOSED AMENDMENTS TO HOUSE BILL 2614

1 On page 1 of the printed bill, after "468.444" insert "and 468.449".

2 Delete lines 5 through 27 and delete pages 2 through 5 and insert:

<sup>3</sup> "SECTION 1. As used in sections 1 to 7 of this 2023 Act:

"(1) 'Confidential business information' means sensitive business
records or financial or commercial information that is not customarily
provided to business competitors, including trade secrets, as defined
in ORS 192.345.

"(2) 'Light-duty passenger vehicle' means any motor vehicle with a gross vehicle weight rating of 8,500 pounds or less that is designed primarily for transportation of persons and has a design capacity of twelve persons or fewer.

"(3) 'Passenger mile' means each mile driven by a transportation
network company vehicle while transporting a rider, beginning when
a rider first enters the vehicle and ending when the rider exits the
vehicle at the rider's destination.

16 "(4) 'Percentage of ZEV passenger miles' means the percentage that 17 results from dividing the number of passenger miles driven by zero-18 emission transportation network company vehicles by the total num-19 ber of passenger miles driven by all transportation network company 20 vehicles.

21 "(5)(a) 'Transportation network company' means a corporation,

limited liability company, partnership or other association that provides a digital network or software application, the express purpose of which is to connect to the Internet and enable a prospective rider to seek and obtain transportation services from a driver who operates a transportation network company vehicle for the purpose of providing transportation services for compensation in affiliation with the corporation, limited liability company, partnership or other association.

8 "(b) 'Transportation network company' does not include:

9 "(A) A taxi company, as defined in ORS 742.518;

10 "(B) A charter party or excursion service carrier;

11 "(C) A private, nonprofit transportation provider;

12 "(D) A limousine service;

13 **"(E) A vanpool;** 

14 "(F) A peer-to-peer care sharing program; or

"(G) An association described in paragraph (a) of this subsection
 that utilizes only zero-emission vehicles.

"(6) 'Transportation network company driver' means an individual
who:

"(a) Receives a request through a digital network provided by a
 transportation network company from a rider for transportation ser vices; and

"(b) Offers or provides transportation services to the rider in ex change for a fee that the rider pays.

"(7) 'Transportation network company vehicle' means a vehicle
 used by a transportation network company driver to provide trans portation services.

"(8) 'Zero-emission transportation network company vehicle' means
a transportation network company vehicle that is a zero-emission vehicle.

30 "(9) 'Zero-emission vehicle' means a vehicle that emits no exhaust

gas other than water vapor from the onboard source of power under
all operating conditions.

"(10) 'ZEV passenger mile' means each passenger mile driven by a
zero-emission transportation network company vehicle.

5 "<u>SECTION 2.</u> (1) By April 1 of each year, a transportation network
6 company shall report to the Department of Environmental Quality
7 information sufficient for the department to determine:

8 "(a) The total number of passenger miles driven in this state by
9 transportation network company vehicles; and

"(b) The total number of passenger miles driven in this state by
 zero-emission transportation network company vehicles.

"(2) The Environmental Quality Commission may establish by rule
 requirements for reports submitted to the department under this sec tion.

15 "(3) Confidential business information submitted to the department 16 by a transportation network company under this section is confiden-17 tial and not subject to public disclosure under ORS 192.311 to 192.478, 18 except that the department may disclose summarized information or 19 aggregated data if the information or data does not directly or indi-20 rectly identify the confidential business information of any individual 21 transportation network company.

"<u>SECTION 3.</u> (1) Subject to subsection (2) of this section, a trans portation network company shall meet or exceed the following targets
 for the transportation network company's percentage of ZEV passen ger miles:

- <sup>26</sup> "(a) For calendar year 2024, 5 percent;
- 27 "(b) For calendar year 2025, 10 percent;
- <sup>28</sup> "(c) For calendar year 2026, 23 percent;
- <sup>29</sup> "(d) For calendar year 2027, 34 percent;
- 30 "(e) For calendar year 2028, 45 percent;

1 "(f) For calendar year 2029, 60 percent;

<sup>2</sup> "(g) For calendar year 2030, 82 percent; and

<sup>3</sup> "(h) For calendar year 2031 and thereafter, 100 percent.

"(2)(a) The Department of Environmental Quality shall conduct a
feasibility review of the targets described in subsection (1) of this
section if:

"(A) The two largest transportation network companies in this state
both fail to meet a target by 30 percent or more for two consecutive
years; or

10 "(B) The target for a calendar year exceeds three times the per-11 centage that results from dividing the number of light-duty passenger 12 vehicles that are zero-emission vehicles registered in this state for 13 that calendar year by the total number of all light-duty passenger ve-14 hicles registered in this state for that calendar year.

"(b) The department shall provide the results of the review to the
Environmental Quality Commission. The commission by rule shall
modify the targets or delay implementation of the targets if the results
of the review demonstrate a reasonable need for modification or delay.
"(3) Rules adopted by the commission under this section must be
informed by data reported to the department under section 2 of this
2023 Act.

<sup>22</sup> "SECTION 4. Section 3 of this 2023 Act is amended to read:

"Sec. 3. (1) Subject to subsection (2) of this section, a transportation network company shall meet [or exceed the following targets] a target of 100 percent for the transportation network company's percentage of ZEV passenger miles.[:]

27 "[(a) For calendar year 2024, 5 percent;]

28 "[(b) For calendar year 2025, 10 percent;]

29 "[(c) For calendar year 2026, 23 percent;]

30 "[(d) For calendar year 2027, 34 percent;]

1 "[(e) For calendar year 2028, 45 percent;]

2 "[(f) For calendar year 2029, 60 percent;]

<sup>3</sup> "[(g) For calendar year 2030, 82 percent; and]

4 "[(h) For calendar year 2031 and thereafter, 100 percent.]

"(2)(a) The Department of Environmental Quality shall conduct a feasibility review of the [*targets*] **target** described in subsection (1) of this section
if:

8 "(A) The two largest transportation network companies in this state both 9 fail to meet [a] **the** target by 30 percent or more for two consecutive years; 10 or

"(B) The target [for a calendar year] exceeds three times the percentage that results from dividing the number of light-duty passenger vehicles that are zero-emission vehicles registered in this state [for that calendar year] by the total number of all light-duty passenger vehicles registered in this state [for that calendar year].

"(b) The department shall provide the results of the review to the Environmental Quality Commission. The commission by rule shall modify the [*targets*] **target** [or delay implementation of the targets] if the results of the review demonstrate a reasonable need for modification [or delay].

"(3) Rules adopted by the commission under this section must be informed
by data reported to the department under section 2 of this 2023 Act.

22 "<u>SECTION 5.</u> The amendments to section 3 of this 2023 Act by sec 23 tion 4 of this 2023 Act become operative on January 1, 2031.

<sup>24</sup> "<u>SECTION 6.</u> (1) The Rideshare Electrification Fund is established <sup>25</sup> in the State Treasury, separate and distinct from the General Fund.

26 "(2) The Rideshare Electrification Fund consists of:

27 "(a) Civil penalties deposited in the fund under section 7 of this 2023
28 Act; and

"(b) Any other moneys deposited in or transferred to the fund by
 the Legislative Assembly.

"(3) Interest earned by the Rideshare Electrification Fund shall be
credited to the fund.

"(4) Moneys in the Rideshare Electrification Fund are continuously
 appropriated to the Department of Environmental Quality for the
 purposes described in subsection (5) of this section.

6 "(5) No more than 10 percent of the moneys deposited in the fund 7 per biennium may be expended to pay the expenses of administering 8 sections 1 to 7 of this 2023 Act. After paying administrative expenses, 9 the department shall allocate the remaining moneys deposited in the 10 fund each calendar quarter as follows:

"(a) 60 percent for transfer to the Zero-Emission Incentive Fund
 established under ORS 468.449; and

"(b) 40 percent for transfer to the Rideshare Charging Fund estab lished under section 8 of this 2023 Act.

15 "<u>SECTION 7.</u> (1) A transportation network company that fails to 16 meet a ZEV passenger mile target set forth in section 3 (1) of this 2023 17 Act, or established by the Environmental Quality Commission by rule 18 under section 3 (2) of this 2023 Act, incurs a civil penalty of 50 cents 19 for each passenger mile that did not meet the ZEV passenger mile 20 target required for that calendar year.

"(2) The civil penalty authorized by this section shall be imposed in
 the manner provided by ORS 183.745.

"(3) The Department of Environmental Quality shall deposit a civil
 penalty collected under this section in the Rideshare Electrification
 Fund established under section 6 of this 2023 Act.

"<u>SECTION 8.</u> (1) The Rideshare Charging Fund is established in the
 State Treasury, separate and distinct from the General Fund. Interest
 earned by the Rideshare Charging Fund shall be credited to the fund.

- 29 "(2) The Rideshare Charging Fund consists of:
- 30 "(a) Moneys transferred to the fund by the Department of Envi-

ronmental Quality from the Rideshare Electrification Fund established
 under section 6 of this 2023 Act; and

"(b) Any other moneys deposited in or transferred to the fund by
the Legislative Assembly.

"(3) Moneys in the Rideshare Charging Fund are continuously appropriated to the Department of Transportation for providing grants,
loans or other financial incentives for:

"(a) The construction, planning, installation, operation or mainte nance of electric vehicle charging stations at or near multifamily
 dwellings in which transportation network company drivers reside.

"(b) Electrical work, including wiring, conduit or electrical panel upgrades, and the purchase or installation of level 2 electric vehicle charging stations at single-family dwellings in which transportation network company drivers reside.

"(4) The department shall allocate moneys in the fund evenly be tween the uses described in subsection (3)(a) and (b) of this section.

17 "SECTION 9. ORS 468.444 is amended to read:

<sup>18</sup> "468.444. (1) The Department of Environmental Quality shall establish a <sup>19</sup> program for providing rebates to persons that purchase or lease qualifying <sup>20</sup> vehicles for use in this state. The Director of the Department of Environ-<sup>21</sup> mental Quality may hire or contract with a third-party organization to im-<sup>22</sup> plement and serve as the administrator of the program required by this <sup>23</sup> section.

(2)(a) The department may:

[(a)] (A) Specify design features for the program; and

26 "[(b)] (B) Establish procedures to:

"[(A)] (i) Prioritize available moneys for specific qualifying vehicles; and
"[(B)] (ii) Limit the number of rebates available for each type of qualifying vehicle.

30 "(b) The department may impose an annual limit on the number

of rebates available to an organization, including businesses, nonprofit organizations and state or local government agencies. The department may modify the limit imposed under this subsection based on the availability of funds. The department may not limit an organization to fewer than 10 rebates per year.

6 "(3) The purchaser or lessee of a qualifying vehicle may apply for a rebate 7 for a portion of the purchase price or may choose to assign the rebate to a 8 vehicle dealer or lessor.

9 "(4) Rebates under the program shall be made from moneys credited to 10 or deposited in the Zero-Emission Incentive Fund established under ORS 11 468.449. A rebate may not be made until there are sufficient moneys available 12 in the fund to make the rebate.

"(5) The department shall prescribe the rebate application procedure for
 purchasers and lessees. All rebate applications must include a declaration
 under penalty of perjury in the form required by ORCP 1 E.

"(6) Rebates for qualifying vehicles shall be set annually by the depart-ment as follows:

"(a) For light-duty zero-emission vehicles and plug-in hybrid electric vehicles with an electrochemical energy storage capacity of 10 kilowatt hours
or more, up to \$2,500 but no less than \$1,500.

"(b) For light-duty zero-emission vehicles or plug-in hybrid electric vehicles with an electrochemical energy storage capacity of less than 10 kilowatt
hours, up to \$1,500 but no less than \$750.

<sup>24</sup> "(c) For neighborhood electric vehicles, up to \$750 but not less than \$375.

<sup>25</sup> "(d) For zero-emission motorcycles, up to \$750 but not less than \$375.

26 "(7) To be eligible for a rebate, a person requesting a rebate under the 27 program shall:

"(a) Purchase or lease a qualifying vehicle. A lease must have a minimum
term of 24 months.

30 "(b) Provide proof of an intent to use the qualifying vehicle primarily on

the public highways of this state, which may be satisfied by providing proofof registration of the qualifying vehicle in Oregon.

"(c) Submit an application for a rebate to the administrator of the program within six months after the date of purchase of the qualifying vehicle
or six months after the date the lease of the qualifying vehicle begins.

6 "(d) Retain registration of the qualifying vehicle for a minimum of 24 7 consecutive months after the date of purchase or the date the lease begins.

8 "(8) A rebate recipient may not make or allow any modifications to the 9 qualifying vehicle's emissions control systems, hardware, software cali-10 brations or hybrid system.

"(9)(a) If a rebate recipient sells the qualifying vehicle or terminates the qualifying vehicle lease before the end of 24 months, the rebate recipient shall:

"(A) Notify the administrator of the program of the sale or termination;and

"(B) Reimburse the administrator for the rebate in a prorated amount
 based on the number of months that the rebate recipient owned or leased the
 qualifying vehicle.

"(b) The administrator may waive the reimbursement requirement under paragraph (a) of this subsection if the administrator determines that a waiver is appropriate given unforeseeable or unavoidable circumstances that gave rise to a need for the rebate recipient to sell the qualifying vehicle or terminate the qualifying vehicle lease before the end of 24 months.

"(10) Rebate recipients may be requested to participate in ongoing re search efforts.

"(11) The administrator of the program shall work to ensure timely payment of rebates with a goal of paying rebates within 60 days after receiving
an application for a rebate.

29 "(12) A vehicle dealer may advertise the program on the premises owned 30 or operated by the vehicle dealer. If no moneys are available from the program or the program otherwise changes, a vehicle dealer who advertises the program may not be held liable for advertising false or misleading information.

"(13) The Environmental Quality Commission may adopt any rules necessary to carry out the provisions of this section.

6 "SECTION 10. ORS 468.449 is amended to read:

"468.449. (1) The Zero-Emission Incentive Fund is established in the State
Treasury, separate and distinct from the General Fund. Interest earned by
the Zero-Emission Incentive Fund shall be credited to the fund.

10 "(2) Moneys in the Zero-Emission Incentive Fund shall consist of:

11 "(a) Amounts donated to the fund;

"(b) Amounts transferred to the fund by the Department of Revenue under
ORS 320.435;

"(c) Amounts appropriated or otherwise transferred to the fund by theLegislative Assembly;

"(d) Amounts transferred to the fund from the Rideshare
 Electrification Fund established under section 6 of this 2023 Act;

"[(d)] (e) Other amounts deposited in the fund from any public or private
source; and

20 "[(e)] (f) Interest earned by the fund.

"(3) The Department of Environmental Quality shall encourage gifts,
grants, donations or other contributions to the fund.

"(4) Moneys in the fund are continuously appropriated to the department
to be used to carry out the provisions of ORS 468.442 to 468.449.

"(5)(a) No more than 10 percent of the moneys deposited in the fund per
biennium may be expended to pay administrative expenses incurred in the
administration of ORS 468.442 to 468.449 by:

28 "(A) The department; and

"(B) Any third-party organization that the department hires or contracts
with under ORS 468.444 and 468.446.

1 "(b) As used in this subsection, 'administrative expenses' does not include 2 expenses incurred by the department or third-party organizations in:

3 "(A) Conducting community outreach under ORS 468.446 (14); or

"(B) Otherwise engaging in efforts to promote transportation
electrification through participation in the programs established under ORS
468.444 and 468.446.

"(6)(a) The Environmental Quality Commission may adopt by rule pro-7 visions for the allocation of moneys deposited in the fund between the pro-8 grams established under ORS 468.444 and 468.446. Rules adopted under this 9 subsection must require that at least 20 percent of the moneys, other than 10 moneys transferred to the fund from the Rideshare Electrification 11 Fund established under section 6 of this 2023 Act, deposited in the fund 12 per biennium are allocated to fund the provision of rebates through the 13 Charge Ahead Oregon Program established under ORS 468.446. 14

(b) In addition to the allocation of moneys to fund the provision of rebates through the Charge Ahead Oregon Program under paragraph (a) of this subsection, the commission shall allocate at least 67 percent of the moneys transferred to the Zero-Emission Incentive Fund from the Rideshare Electrification Fund to the provision of rebates through the Charge Ahead Oregon Program.

"<u>SECTION 11.</u> This 2023 Act takes effect on the 91st day after the
date on which the 2023 regular session of the Eighty-second Legislative
Assembly adjourns sine die.".

24