

1 STATE OF OKLAHOMA

2 1st Session of the 52nd Legislature (2009)

3 COMMITTEE SUBSTITUTE
4 FOR
5 HOUSE BILL NO. 1952

By: Bengé

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7 COMMITTEE SUBSTITUTE

8 An Act relating to energy; amending 74 O.S. 2001, Section 78, as last amended
9 by Section 1, Chapter 169, O.S.L. 2007 (74 O.S. Supp. 2008, Section 78), which
10 relates to the Fleet Management Division; modifying certain fleet services;
11 authorizing the Director of Central Services to construct and operate alternative
12 fueling infrastructure; authorizing agreements with political subdivisions for
13 fleet services; allowing the Department of Central Services to offer public
14 access to alternative fueling infrastructure; requiring public access to cease
15 under certain circumstances; providing definition of certain term; amending 74
16 O.S. 2001, Section 78c, as amended by Section 5, Chapter 372, O.S.L. 2003 (74
17 O.S. Supp. 2008, Section 78c), which relates to the State Fleet Management
18 Fund; expanding uses of the fund; requiring deposit of certain lease payment in
19 the fund; authorizing the Department to enter into lease agreements with
20 political subdivisions for alternative fueling infrastructure; providing for transfer
21 of title upon final payment; limiting expenditure for infrastructure; requiring
22 lease payments to be deposited in the State Fleet Management Fund; amending
23 74 O.S. 2001, Sections 130.2, as amended by Section 2, Chapter 287, O.S.L.
24 2005 and 130.4, as amended by Section 1, Chapter 38, O.S.L. 2002 (74 O.S.
Supp. 2008, Sections 130.2 and 130.4), which relate to the Oklahoma
Alternative Fuels Conversion Act; modifying definitions; increasing maximum
expenditure amount for installation of a fill or charge station; amending 74 O.S.
2001, Section 130.13, which relates to the Alternative Fuels Technician
Certification Act; modifying definitions; repealing 74 O.S. 2001, Section
130.8A, which relates to exhaust emission standards for certain conversion kits;
providing for codification; and declaring an emergency.

22 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
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1 SECTION 1. AMENDATORY 74 O.S. 2001, Section 78, as last amended by Section 1,
2 Chapter 169, O.S.L. 2007 (74 O.S. Supp. 2008, Section 78), is amended to read as follows:

3 Section 78. A. There is hereby created and established within the Department of Central
4 Services, the Fleet Management Division. The Division shall provide oversight of and advice to state
5 agencies that own, operate and utilize motor vehicles, except for the Department of Public Safety, the
6 Department of Transportation, the Oklahoma State Bureau of Investigation, and The Oklahoma State
7 System of Higher Education.

8 B. The Director of Central Services shall:

9 1. Appoint and fix duties and compensation for a Fleet Manager who shall serve as the
10 administrative head of the division;

11 2. Hire personnel as necessary to provide fleet ~~management~~ services ~~to state agencies~~;

12 3. Acquire facilities to maintain vehicles;

13 4. Construct, install, acquire, operate and provide alternative fueling infrastructure for use by
14 state agencies and political subdivisions of the state or for leasing and transferring to political
15 subdivisions;

16 5. Promulgate rules for efficient and economical operations to provide fleet ~~management~~
17 services ~~to state agencies~~; and

18 ~~5.~~ 6. Report to the Governor, Speaker of the House of Representatives, and President Pro
19 Tempore of the Senate those agencies that fail to comply with the provisions of law and the rules of the
20 Fleet Management Division regarding submission of reports, vehicle use, and vehicle maintenance.

21 C. The rules shall include provisions to:

22 1. Establish uniform written vehicle acquisition, leasing, maintenance, repairs, and disposal
23 standards for use by all state agencies to justify actual need for vehicles;
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1 2. Establish standards for routine vehicle inspection and maintenance;

2 3. Provide standards and forms for recordkeeping of fleet operation, maintenance, and repair
3 costs for mandatory use by all state agencies to report the data to the Fleet Management Division on a
4 monthly basis;

5 4. Provide standards and utilize methods for disposal of vehicles pursuant to the Oklahoma
6 Surplus Property Act and any other applicable state laws;

7 5. Establish mandatory maintenance contracts throughout the state for all agencies to access for
8 vehicle repairs and service at discounted rates and parts;

9 6. Require all agencies with in-house repair and service facilities to assign a value to the
10 preventive maintenance services, track those services with a dollar value, and report costs to the Fleet
11 Manager for the prior month no later than the twentieth day following the close of each month;

12 7. Promulgate rules requiring all state-owned motor vehicles to be marked in a uniform, highly
13 visible manner, except for certain vehicles driven by law enforcement agencies or other agencies
14 requiring confidentiality;

15 8. Require agencies to produce and maintain written justification for any vehicle that travels
16 fewer than twelve thousand (12,000) miles annually and report to the Fleet Manager such information
17 by October 1 of each year; and

18 9. Address any other matter or practice which relates to the responsibilities of the Director of
19 Central Services.

20 D. The Fleet Manager shall:

21 1. Develop specifications for contracts for vehicle maintenance for state vehicles not serviced or
22 maintained by state agencies;

- 1 2. Conduct on-site inspections to verify state agency or supplier compliance with Division
2 standards for inspections, maintenance and recordkeeping;
- 3 3. Assess state agency needs for vehicles and types of vehicles;
- 4 4. Assign, transfer or lease vehicles to a state agency to meet the needs of the state agency;
- 5 5. Unless otherwise provided by law, determine whether a state agency may use or operate a
6 vehicle without state identifying markings, bearing a license plate used by a privately owned vehicle to
7 perform the duties of the state agency without hindrance;
- 8 6. Report to the Director of Central Services occurrences of agencies failing to comply with the
9 provisions of law and the rules of the Fleet Management Division regarding submission of reports,
10 vehicle use, and vehicle maintenance;
- 11 7. Offer guidelines to agencies to assist in determining the most cost-effective and reasonable
12 modes of travel for single trips from the following options: state vehicle, private rental, or mileage
13 reimbursement; and
- 14 8. Provide, upon the request of the Governor, the President Pro Tempore of the Senate or the
15 Speaker of the House of Representatives, reports from data the Fleet Manager collects.

16 E. The Director of Central Services may enter into agreements with any political subdivision of
17 this state for the purpose of providing fleet services established by the Fleet Management Division
18 pursuant to this section and rules promulgated pursuant to this section.

19 F. The Department may offer public access to alternative fueling infrastructure owned and
20 operated by the Department in areas of the state in which access to an alternative fueling infrastructure
21 is not readily available to the public. The Department shall cease allowing public access to an
22 alternative fueling infrastructure operated by the Department if a privately owned alternative fueling
23 infrastructure locates within a five-mile radius of the infrastructure operated by the Department.
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1 G. When used in relation to the Fleet Management Division:

2 1. "Alternative fueling infrastructure" shall mean a fill station or charge station used to deliver
3 or provide alternative fuels as defined in Section 130.2 of this title; and

4 2. "Alternative fuel vehicle" shall mean a motor vehicle originally designed by the manufacturer
5 to operate lawfully and principally on streets and highways which is propelled by an alternative fuel as
6 defined in Section 130.2 of this title.

7 SECTION 2. AMENDATORY 74 O.S. 2001, Section 78c, as amended by Section 5,
8 Chapter 372, O.S.L. 2003 (74 O.S. Supp. 2008, Section 78c), is amended to read as follows:

9 Section 78c. A. There is hereby created a special fund to be designated the "State Fleet
10 Management Fund". The fund may be appropriated for and used for the acquisition, leasing, operation,
11 storage, maintenance, repair and replacement of motor vehicles under the control of the Fleet
12 Management Division, the payment of insurance premiums, ~~and~~ the payment of the administrative
13 expenses of the Division in connection with the operation of the motor pool ~~and~~, expenses the
14 Department of Central Services incurs to support Division operations, and for expenses associated with
15 constructing, installing, acquiring, and operating alternative fueling infrastructure and acquiring
16 alternative fuel vehicles for use by state agencies or for leasing and transferring to political
17 subdivisions of the state as authorized pursuant to Section 3 of this act.

18 B. At the end of each month the Division shall render a statement, on such reasonable basis of
19 mileage or rental as shall be established by the Division, to all state agencies to which transportation
20 has been furnished, and all amounts collected shall be deposited to the credit of the "State Fleet
21 Management Fund".

22 C. Proceeds from the disposition of motor vehicles or other property owned by the Division
23 shall be deposited to the credit of the fund.
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1 D. Payments received by the Department for the lease of alternative fueling infrastructure and
2 vehicles as provided for in Section 3 of this act shall be deposited to the credit of the fund.

3 E. The Fleet Management Division is authorized to maintain a petty cash fund in such amount
4 not exceeding Two Thousand Dollars (\$2,000.00) to make immediate cash payments as are required or
5 necessary in the opinion of the Fleet Management Director. Any such cash disbursement shall be
6 made only by the persons so designated by the Fleet Management Director, and only in the payment of
7 claims authorized by law. Such proofs and receipts shall be presented by the person making a claim as
8 is required by the Fleet Management Director.

9 SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as
10 Section 78e of Title 74, unless there is created a duplication in numbering, reads as follows:

11 A. The Department of Central Services through the Fleet Management Division may enter into
12 agreements with political subdivisions of the state to lease alternative fuel vehicles and alternative
13 fueling infrastructure constructed, installed or acquired by the Department and to transfer title to the
14 vehicles and infrastructure and any associated real property to the political subdivision upon final
15 payment of the obligations contained in the agreement.

16 B. The maximum amount the Department may expend for the construction, installation or
17 acquisition of an alternative fueling infrastructure to be leased to a political subdivision of the state
18 shall be the actual cost of the infrastructure or Five Hundred Thousand Dollars (\$500,000.00),
19 whichever is less.

20 C. Payments received by the Department for the leasing of alternative fuel vehicles and
21 alternative fueling infrastructure as provided for in this section shall be deposited in the State Fleet
22 Management Fund created in Section 78c of Title 74 of the Oklahoma Statutes.
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1 SECTION 4. AMENDATORY 74 O.S. 2001, Section 130.2, as amended by Section 2,
2 Chapter 287, O.S.L. 2005 (74 O.S. Supp. 2008, Section 130.2), is amended to read as follows:

3 Section 130.2 As used in the Oklahoma Alternative Fuels Conversion Act:

4 1. "Alternative fuels" means ~~fuels which result in comparably lower emissions of oxides of~~
5 ~~nitrogen, volatile organic compounds, carbon monoxide, or particulates or any combination thereof~~
6 ~~and includes compressed natural gas~~ and liquid fuels produced from natural gas, liquefied petroleum
7 gas, liquefied natural gas, ethanol, methanol, "M-85" ~~which is a mixture of methanol and gasoline~~
8 ~~containing at least eighty five percent (85%) methanol, electricity, biodiesel, and "B20" which is a~~
9 ~~mixture of biodiesel and diesel fuel containing at least twenty percent (20%) biodiesel~~ coal-derived
10 liquid fuels, hydrogen and fuels derived from biological materials;

11 2. "Charge station" means the physical device that provides a connection from a power source to
12 an electric vehicle ~~as defined by the Electric Vehicle Association of America, the Electric Power~~
13 ~~Research Institute, and the Society of Automotive Engineers. All charge stations shall comply with the~~
14 ~~National Electric Code. Inductive connectors and conductive connectors shall comply with the~~
15 ~~guidelines of the Society of Automotive Engineers;~~

16 3. "~~CNG~~" means ~~compressed natural gas;~~

17 4. "~~CNG conversion~~ Conversion kit" means the equipment installed to modify a motor vehicle
18 which is propelled by gasoline or diesel fuel so that the vehicle may be propelled by ~~compressed~~
19 ~~natural gas~~ an alternative fuel;

20 5. ~~4.~~ "Diesel fuel" means diesel engine fuel, and all other liquids suitable for the generation of
21 power for the propulsion of motor vehicles except gasoline;

22 6. ~~5.~~ "Fill station" means the equipment and conveyance property ~~which is directly related to~~
23 that provides the delivery and, if required, compression of ~~compressed natural gas, liquefied natural~~
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1 ~~gas, liquefied petroleum gas, methanol, "M 85" which is a mixture of methanol and gasoline~~
2 ~~containing at least eighty five percent (85%) methanol, biodiesel, or "B2O" which is a mixture of~~
3 ~~biodiesel and diesel fuel containing at least twenty percent (20%) biodiesel into the fuel tank of a~~
4 ~~motor vehicle propelled by such fuel including the compression equipment and storage vessels for such~~
5 ~~fuel at the point where such fuel is delivered an alternative fuel other than electricity;~~

6 7. 6. "Gallon" means the quantity of fluid or liquid at a temperature of sixty degrees (60°)
7 Fahrenheit necessary to completely fill a United States standard gallon liquid measure;

8 8. 7. "Gasoline" means the same as motor fuel and means every liquid petroleum product, or any
9 combination thereof, other than solvents as herein defined, having an A.P.I. gravity of forty-six
10 degrees (46°) or above at a temperature of sixty degrees (60°) Fahrenheit and at atmospheric pressure,
11 and includes drip, casinghead or natural gasoline. The term gasoline also includes any liquid of less
12 than forty-six degrees (46°) A.P.I. gravity at a temperature of sixty degrees (60°) Fahrenheit
13 compounded, blended, manufactured or otherwise produced by mixing or blending gasoline or solvents
14 with any blending materials, as hereinafter defined, when the blended product can be used for
15 generating power in internal combustion engines, regardless of how such liquid is made, compounded,
16 manufactured or recovered and regardless of the name by which such liquid may be known or sold;

17 9. 8. "Government vehicle" means all motor vehicles, including, but not limited to, transit
18 vehicles operated by any entity pursuant to Section 4031 et seq. of Title 69 of the Oklahoma Statutes
19 or designated as public transit by the ~~Oklahoma~~ Oklahoma Department of Transportation, buses, trucks, law
20 enforcement vehicles and emergency vehicles, owned and operated by the State of Oklahoma, any
21 public trust authority, county, municipality, town or city within this state;

22 10. 9. "Sale" means sales, barter, exchanges, and every other manner, method, and form of
23 transferring the ownership of personal property from one person to another, and also includes the use
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1 or consumption in this state in the first instance of gasoline received from without the state or of any
2 other gasoline upon which the surcharge has not been paid;

3 ~~10.~~ 10. "School vehicle" means all buses and multi-passenger motor vehicles owned and
4 approved to operate by the State Department of Education or any school district within this state; and

5 ~~11.~~ 11. "Solvents" means especially prepared commercial and industrial solvents, cleaners' and
6 painters' naphthas, and raw petroleum materials or petrochemical intermediates when used as or sold
7 for use in production or manufacture of plastics, detergents, synthetic rubber, herbicides, insecticides
8 and other chemicals or products which are not prepared, advertised, offered for sale, or sold for use or
9 suitable for use as fuel for generating power in internal combustion engines.

10 SECTION 5. AMENDATORY 74 O.S. 2001, Section 130.4, as amended by Section 1,
11 Chapter 38, O.S.L. 2002 (74 O.S. Supp. 2008, Section 130.4), is amended to read as follows:

12 Section 130.4 A. There is hereby created in the State Treasury a revolving fund for the
13 Department of Central Services to be designated as the "Oklahoma Alternative Fuels Conversion
14 Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of
15 all monies received by the Department of Central Services pursuant to Section 130.5 of this title.

16 B. All monies accruing to the credit of the revolving fund shall be expended by the Department
17 of Central Services to reimburse expenses relative to the conversion of government vehicles and school
18 vehicles to have the capability of being fueled or charged by alternative fuels and/or the expenses
19 relative to the installation of a fill station or charge station. The maximum amount expended per
20 vehicle shall be the actual cost of vehicle conversion or Ten Thousand Dollars (\$10,000.00),
21 whichever is less. The maximum amount expended per fill station or charge station shall be the actual
22 cost of the installation or ~~One Hundred Fifty Thousand Dollars (\$150,000.00)~~ Three Hundred
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1 Thousand Dollars (\$300,000.00), whichever is less. The balance on deposit in the fund shall never
2 exceed the sum of Five Million Dollars (\$5,000,000.00).

3 C. Expenditures from the revolving fund shall be made upon warrants issued by the State
4 Treasurer against claims filed as prescribed by law with the Director of State Finance for approval and
5 payment.

6 SECTION 6. AMENDATORY 74 O.S. 2001, Section 130.13, is amended to read as
7 follows:

8 Section 130.13 As used in the Alternative Fuels Technician Certification Act:

9 1. "Alternative fuels" means ~~fuels which result in comparably lower emissions of oxides of~~
10 ~~nitrogen, volatile organic compounds, carbon monoxide, or particulates or any combination thereof~~
11 ~~and includes compressed natural gas, liquefied petroleum gas, liquefied natural gas and liquid fuels~~
12 produced from natural gas, methanol, "M-85" which is a mixture of methanol and gasoline containing
13 at least eighty five percent (85%) methanol, ethanol, reformulated gasoline and electricity, coal-
14 derived liquid fuels, hydrogen, biodiesel and fuels derived from biological materials;

15 2. "Alternative fuels equipment technician" means any person who installs, modifies, repairs or
16 renovates equipment used in the conversion of any engines to engines fueled by alternative fuels. This
17 includes originally equipped manufactured engines dedicated to operate on an alternative fuel;

18 3. "Alternative fuels compression technician" means any person who installs, services, modifies,
19 repairs or renovates fill stations;

20 4. "Board" means the Alternative Fuels Technician Hearing Board;

21 5. "Committee" means the Committee of Alternative Fuels Technician Examiners;

22 6. "Electric vehicle technician" means any person who installs, modifies, repairs, performs
23 maintenance on, or renovates onboard charging systems, motors, controllers, power sources, or the
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1 drive systems of vehicles powered by electricity that is greater than eighty (80) volts. This includes
2 vehicles originally equipped as electric vehicles, vehicles converted from gliders, and vehicles
3 converted from internal combustion engine vehicles;

4 7. "Fill station" means the equipment and conveyance property ~~which is directly related to that~~
5 provides the delivery and, if required, compression of compressed natural gas or liquefied natural gas
6 ~~into the fuel tank of a motor vehicle propelled by such fuel including the compression equipment and~~
7 ~~storage vessels for such fuel at the point where the~~ an alternative fuel is delivered other than electricity;
8 and

9 8. "Glider" means a vehicle built without an engine or fuel system for the purpose of converting
10 it to an electric vehicle.

11 SECTION 7. REPEALER 74 O.S. 2001, Section 130.8A, is hereby repealed.

12 SECTION 8. It being immediately necessary for the preservation of the public peace, health and
13 safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and be in
14 full force from and after its passage and approval.

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