HALL GARNER REED

BUDGET RETREAT TEXAS NATURAL RESOURCE CONSERVATION COMMISSION WEDNESDAY, JULY 6, 1994 9:00 A.M.

BUILDING B, ROOM 201A 12124 PARK 35 CIRCLE AUSTIN, TEXAS

Item 1. The Commission will meet to discuss and consider matters relating to the development of the FY 1995 Operating Budget and to the 1996-97 Legislative Appropriation Request and consider matters relating to the FY 1994 Operating Budget.

Continued Indefinitely

Item 2. Consideration of the adoption of the Texas Alternative Fuel Fleet Program State Implementation Plan revision.

See OB #1

NOTE: The Budget Retreat will be held in Stephen F. Austin, Room 118.

CONTESTED OLD BUSINESS

Wednesday, July 6, 1994

TEXAS NATURAL RESOURCE CONSERVATION COMMISSION

9:00 a.m. Room 118

Item carried forward from Agenda of June 29, 1994.

Item 1. Consideration on authorization to repeal 30 TAC Section 114.11, Alternative Fuel Requirements for Transit Authorities, and Adoption of a new 30 TAC Section 114.11, Alternative Fuel Requirements for Motor Vehicle Fleets, establishing the Texas Alternative Fleet Fuel (TAFF) program requirements. (Russ Baier)

Item OB #1 and Item 2 considered together. JH/PR

Motion: 1

- a. No findings under Senate Bill 769, Defer finding until Sept 1, 1996.
- b. Staff engage independent firm to complete required technical studies to determine the emissions results of utilizing various types of fuels in various types of vehicles; measure efficiency in fuel use and cost efficiency.
- 1. Focus on VOC, nitrogen, benzene, and other carcinogen as emissions that could impact the clean Air Act.
 - 2. Infrastructure and fueling cost to fleet owners.
- 3. Study Garaged/at home vehicle on whether they should be exempt.

Motion: 2

a. For school districts, transit authorities, and state fleets, put in place a requirement that all purchases made after September 1, 1998 be at low emitting vehicle standards, and that we keep intact existing requirements under Senate Bill 740 and other state rules that set a schedule for how those type of fleet managers are to utilize propane, natural gas, methanol, electricity, and those alternative fuels as specifically defined in our rules.

Motion: 3

a. For local government and private fleets require that 100% of new purchase be at the LEV standards starting in 1998 utilizing their choice of fuels, but for all fleets put in an alternative compliance options that to the new purchase requirement and that would be that entities may comply by ensuring that 30% of the entire fleet in 1998, 50% in 2000, 90% are capable of achieving low emissions vehicle standards.

Motion: 4

a. Incorporate applicable compliance and enforcement provisions into the rules so that it is clear to the entities the consequences of failing to comply and that allowing for vehicles acquired or converted to use natural gas, propane, or other alternative fuels as delineated in the rule be grandfathered to count toward 30% in 1998 requirement, so long as that percentage of those vehicles does not create equivalent to problems as relevant to federal clean air act.