

1.1 moves to amend H.F. No. 843, the delete everything amendment
1.2 (H0843DE1), as follows:

1.3 Page 30, lines 17 and 18, delete "\$5,000,000" and insert "\$6,000,000"

1.4 Page 30, line 21, after "awarding" insert "propane and"

1.5 Page 148, delete section 12, and insert:

1.6 "Sec. 12. [216C.391] PROPANE AND NATURAL GAS VEHICLES; REBATE
1.7 PROGRAM.

1.8 Subdivision 1. Definitions. (a) For the purposes of this section, the terms below
1.9 have the meanings given them.

1.10 (b) "Bi-fuel natural gas vehicle" means a vehicle capable of using compressed
1.11 natural gas or gasoline as a fuel.

1.12 (c) "Bi-fuel propane vehicle" means a vehicle capable of using propane or gasoline
1.13 as a fuel.

1.14 (d) "Bus" has the meaning given in section 168.002, subdivision 4.

1.15 (e) "Compressed natural gas" means natural gas compressed to less than one percent
1.16 of the volume it occupies at standard atmospheric pressure.

1.17 (f) "Converted" means a vehicle, originally manufactured to be fueled solely with
1.18 gasoline or diesel fuel, that has been modified, by the installation of new equipment,
1.19 including, but not limited to, injectors, regulators, and a fuel tank, to be a natural gas
1.20 or propane vehicle.

1.21 (g) "Dual-fuel natural gas vehicle" means a vehicle capable of using compressed
1.22 natural gas and diesel fuel as a fuel.

1.23 (h) "Dual-fuel propane vehicle" means a vehicle capable of using propane and
1.24 diesel fuel as a fuel.

1.25 (i) "Heavy-duty vehicle" means a truck, van, or bus with a gross vehicle weight
1.26 rating of 26,001 pounds or greater.

1.27 (j) "Incremental cost" means:

2.1 (1) the cost to convert a vehicle that was originally manufactured to be fueled with
2.2 gasoline or diesel fuel to a propane or natural gas vehicle; or

2.3 (2) the difference between the cost of a vehicle originally manufactured to be fueled
2.4 with gasoline or diesel fuel and the cost of the same or similar vehicle manufactured to
2.5 operate exclusively on propane or compressed natural gas.

2.6 (k) "Light-duty vehicle" means a truck, van, or bus with a gross vehicle weight
2.7 rating up to 10,000 pounds.

2.8 (l) "Medium-duty vehicle" means a truck, van, or bus with a gross vehicle weight
2.9 rating of 10,001 pounds to 26,000 pounds.

2.10 (m) "Natural gas vehicle" means a vehicle capable of using compressed natural gas
2.11 as a fuel, including a bi-fuel and dual-fuel natural gas vehicle.

2.12 (n) "Propane vehicle" means a vehicle capable of using propane as a fuel, including
2.13 a bi-fuel and dual-fuel propane vehicle.

2.14 (o) "Truck" has the meaning given in section 168.002, subdivision 37.

2.15 (p) "Van" has the meaning given in section 168.002, subdivision 40.

2.16 (q) "Vehicle" means a truck, van, or bus.

2.17 Subd. 2. **Program.** (a) The commissioner of commerce shall develop and implement
2.18 a program to provide rebates to eligible vehicle owners for the purchase of vehicles that are:

2.19 (1) new vehicles that have not been modified from the original manufacturer's
2.20 specifications and that are fueled solely with compressed natural gas or propane; or

2.21 (2) converted vehicles.

2.22 (b) Applications for rebates under this section shall be filed with the commissioner
2.23 on a form developed by the commissioner. The commissioner shall develop administrative
2.24 procedures governing the application and rebate award process. Applications will be
2.25 reviewed and rebates awarded on a first-come first-served basis.

2.26 Subd. 3. **Eligibility.** The owner of a natural gas or propane vehicle is eligible
2.27 for a rebate under this section if:

2.28 (1) the owner of the natural gas or propane vehicle:

2.29 (i) is a business that has a valid address in Minnesota from which business is
2.30 conducted; or

2.31 (ii) is a county, city, town, or school district; and

2.32 (iii) registers the natural gas or propane vehicle in Minnesota; and

2.33 (iv) has not received a rebate or tax credit for the purchase or conversion of the same
2.34 natural gas or propane vehicle from another state; and

2.35 (2) the natural gas or propane vehicle:

2.36 (i) is purchased or converted after the effective date of this act; and

3.1 (ii) is used to perform business functions that are integral to the operations of the
3.2 business that owns the compressed natural gas vehicle; and

3.3 (3) the conversion system installed in a converted vehicle:

3.4 (i) complies with the Environmental Protection Agency's final rule on Clean
3.5 Alternative Fuel Vehicle and Engine Conversions, Code of Federal Regulations, title
3.6 40, parts 85 and 86;

3.7 (ii) is installed by a person who has been certified to install the conversion system
3.8 by the manufacturer of the conversion system or a state that certifies persons to install
3.9 conversion systems; and

3.10 (iii) is installed in compliance with the National Fire Protection Association's
3.11 Vehicular Fuel Systems Code (NFPA 52).

3.12 Subd. 4. **Rebate amounts.** A rebate awarded under this section to a purchaser of
3.13 a new or converted natural gas or propane vehicle under this section may amount to no
3.14 more than 50 percent of the incremental cost of:

3.15 (1) a light-duty vehicle, not to exceed \$5,000;

3.16 (2) a medium-duty vehicle, not to exceed \$8,000; or

3.17 (3) a heavy-duty vehicle, not to exceed \$20,000.

3.18 Subd. 5. **Maximum rebate amounts.** The maximum amount of rebates allowed
3.19 to a single business, county, city, town or school district per year under this section are
3.20 as follows:

3.21 (1) no more than \$50,000 for light- and medium-duty vehicles; and

3.22 (2) no more than \$100,000 for heavy-duty vehicles."