Senate Resolution 604

By Senators Starr of the 44th, Dean of the 31st, Meyer von Bremen of the 12th, Hill of the 4th, Polak of the 42nd and others

ADOPTED SENATE

A RESOLUTION

1 Creating the Joint Study Committee on Alternative and Environmentally Sensitive Truck

2 Fuels; and for other purposes.

- WHEREAS, air quality in metropolitan Atlanta and other areas of the state is unable to meet
 federal Clean Air Act standards; and
- 5 WHEREAS, the stigma of "nonattainment" hurts future economic development, threatens 6 federal highway funding, and is the basis of lawsuits to stop or delay highway funding; and
- WHEREAS, cleaner natural gas dual-fuel engines are currently available that will reduce
 emissions of medium and large-size trucks; and
- 9 WHEREAS, purchasing one medium or heavy duty natural gas truck (instead of diesel) will
- 10 achieve the same Nox reduction as purchasing 149 natural gas passenger cars (instead of
- 11 gasoline) or taking 62 gasoline cars off the road entirely; and
- 12 WHEREAS, lowering those emission levels will have a beneficial impact on air quality in
- 13 metropolitan Atlanta and other urban areas of the state; and
- WHEREAS, liquified natural gas is taxed at a higher volumetric (BTU equivalent) rate than
 petroleum due to the current motor fuel tax structure in Georgia; and
- 16 WHEREAS, equalization of the motor fuel tax structure will be revenue neutral since only 17 as little as 1 percent of vehicles on the road are likely to change to natural gas engines and
- 18 this will not negatively affect the state highway fund; and
- WHEREAS, there are no incentives to customers to use cleaner-burning fuel and, because
 of higher effective fuel tax rates and equipment costs, there is in essence a disincentive; and

1 WHEREAS, private fleet owners would convert their trucks to, and invest in, dual-fuel

- engines if incentives existed to offset the initial cost of conversion, such as the tax rates for
 alternate fuels being at least equalized with petroleum so there is not a disincentive to use
- 4 alternate fuels; and
- 5 WHEREAS, if the state policy was changed to encourage the use of alternate fuels by truck
 6 fleets, air quality and energy efficiency would be improved; and
- WHEREAS, liquified natural gas (LNG) is a much safer fuel for employees and the public
 at large to be exposed to since it is not as combustible as diesel fuel and lighter than air; and
- 9 WHEREAS, spilled LNG will not contaminate soil or water, and it is stored under much
 10 lower pressure than CNG (100psi vs. 3000psi) and is therefore much safer in the event of
 11 tank damage sustained in a collision.
- NOW, THEREFORE, BE IT RESOLVED BY THE GENERAL ASSEMBLY OF
 GEORGIA that there is created the Joint Study Committee on Alternative and
 Environmentally Sensitive Truck Fuels to be composed of:
- (1) Three members of the House of Representatives to be appointed by the Speaker of the
 House, of which one shall be a member of the Ways and Means Committee, one shall be
 a member of the Transportation committee, and one shall be a member of the Natural
 Resources Committee;
- (2) Three members of the Senate to be appointed by the President of the Senate, of which
 one shall be a member of the Appropriations Committee, one shall be a member of the
 Transportation Committee, and one shall be a member of the Finance and Public Utilities
 Committee; and
- 23 (3) One member of each of the following organizations to be appointed by the Governor:
- 24 (A) Clean Air Campaign;
- 25 (B) Sierra Club;
- 26 (C) Atlanta Regional Commission;
- 27 (D) Metro Atlanta Chamber of Commerce;
- 28 (E) Georgia Chamber of Commerce;
- 29 (F) Automobile manufacturers;
- 30 (G) Georgia Motor Truck Association;
- 31 (H) Highway Contractors Association;
- 32 (I) Georgia Equipment Distributors Association;

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1 (J) Georgia Department of Transportation; 2 (K) Georgia Department of Revenue; (L) American Gas Association; 3 (M) Georgia Auto Dealers Association; 4 (N) Georgia Environmental Protection Division; 5 (O) Georgia Public Service Commission; 6 7 (P) MARTA; (Q) Georgia Agribusiness Council; 8 (R) Georgia Poultry Federation; 9 (S) Georgia Petroleum Council; and 10 11 (T) Georgia Regional Transportation Authority. 12 The Speaker of the House of Representatives shall designate a member of the committee as 13 chairperson of the committee. The chairperson shall call all meetings of the committee. 14 BE IT FURTHER RESOLVED that the committee shall undertake a study of the conditions, 15 needs, issues, and problems mentioned above, including but not limited to: (1) Changing the motor fuel tax structure in order to equalize rates in which alternative 16 fuels are taxed; 17 18 (2) Promoting equitable taxation of and incentives for converting to alternative fuels; 19 (3) Creating additional economic and other incentives to fleet owners to convert to 20 alternative fuels, including, but not limited to: 21 (A) Tax credits for conversion; and 22 (B) Bid advantages for city, county, and state contracts; 23 (4) Assistance in meeting current federally mandated deadlines regarding alternate fuel 24 vehicles in their automotive fleet: 25 (5) Promoting cleaner alternative truck fuels; 26 (6) Promoting conversion, maintenance, and repair of dual-fuel truck engines; 27 (7) Improved mobility of fleet by the ability to utilize HOV lanes, with the possibility 28 of a special long term, low cost license plate for fleets, designating them as good 29 corporate citizens and being environmentally sensitive; and 30 (8) Investigating the cost of conversion to be able to use clean fuels. 31 The committee shall recommend any actions or legislation which the committee deems 32 necessary or appropriate. The committee may conduct such meetings at such places and at 33 such times as it may deem necessary or convenient to enable it to exercise fully and 34 effectively its powers, perform its duties, and accomplish the objectives and purposes of this 35 resolution. The legislative members of the committee shall receive the allowances

authorized for legislative members of interim legislative committees but shall receive the
same for not more than five days unless additional days are authorized. The funds necessary
to carry out the provisions of this resolution shall come from the funds appropriated to the
House of Representatives and to the Senate. In the event the committee makes a report of
its findings and recommendations, with suggestions for proposed legislation, if any, such
report shall be made on or before December 31, 2002. The committee shall stand abolished
on December 31, 2002.