THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 1690 Session of 2019

INTRODUCED BY HARKINS, BURGOS, BIZZARRO, FREEMAN, HILL-EVANS AND NEILSON, JUNE 27, 2019

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, JUNE 27, 2019

AN ACT

1 2 3 4 5 6	Amending the act of July 10, 2008 (P.L.1009, No.78), entitled "An act providing for the study and mandated content of biofuels," further providing for definitions, for biodiesel content in diesel fuel sold for on-road use, for blending, registration and other requirements and for department authority and responsibility.
7	The General Assembly of the Commonwealth of Pennsylvania
8	hereby enacts as follows:
9	Section 1. The definition of "biodiesel blend" in section 2
10	of the act of July 10, 2008 (P.L.1009, No.78), known as the
11	Biofuel Development and In-State Production Incentive Act, is
12	amended to read:
13	Section 2. Definitions.
14	The following words and phrases when used in this act shall
15	have the meanings given to them in this section unless the
16	context clearly indicates otherwise:
17	* * *
18	"Biodiesel blend." A blend of diesel fuel and biodiesel in a
19	percentage blend to be sold or offered for sale to ultimate

1 consumers in this Commonwealth for use in on-road compression ignition engines or for use in residential or commercial heating 2 3 systems. * * * 4 5 Section 2. Sections 3 heading, (a), (b) and (f)(1), 4.1(b) and 5(e)(1)(iv) are amended to read: 6 Section 3. Biodiesel content in diesel fuel sold for on-road 7 use or for use in residential or commercial 8 9 heating systems. 10 (a) Volume standards. -- The following standards shall apply: All diesel fuel sold or offered for sale to ultimate 11 (1)12 consumers in this Commonwealth for use in on-road compression 13 ignition engines or for use in residential or commercial 14 heating systems must be blended with biodiesel so as to 15 achieve a biodiesel blend of at least 2% biodiesel by volume one year after the in-State production volume of 40,000,000 16 17 gallons of biodiesel has been reached and sustained for three 18 months on an annualized basis as determined by the 19 department. Biodiesel blend of less than 6% biodiesel shall 20 comply with ASTM specification D975 or its successor standard. Biodiesel blend of 6% or more through 20% biodiesel 21 22 shall comply with ASTM specification D7467 or its successor 23 standard. Biodiesel blend of more than 20% biodiesel shall 24 comply with standards adopted by the department through 25 regulation until an ASTM standard is applicable. All diesel fuel sold or offered for sale to ultimate 26 (2)27 consumers in this Commonwealth for use in on-road compression 28 ignition engines or for use in residential or commercial 29 heating systems must be blended with biodiesel so as to

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achieve a biodiesel blend of at least 5% biodiesel by volume

1 one year after the in-State production volume of 100,000,000 gallons of biodiesel has been reached and sustained for three 2 3 months on an annualized basis as determined by the 4 department. Biodiesel blend of less than 6% biodiesel shall 5 comply with ASTM specification D975 or its successor 6 standard. Biodiesel blend of 6% or more through 20% biodiesel 7 shall comply with ASTM specification D7467 or its successor 8 standard. Biodiesel blend of more than 20% biodiesel shall 9 comply with standards adopted by the department through 10 regulation until an ASTM standard is applicable.

All diesel fuel sold or offered for sale to ultimate 11 (3) 12 consumers in this Commonwealth for use in on-road compression 13 ignition engines or for use in residential or commercial 14 heating systems must be blended with biodiesel so as to 15 achieve a biodiesel blend of at least 10% biodiesel by volume one year after the in-State production volume of 200,000,000 16 17 gallons of biodiesel has been reached and sustained for three 18 months on an annualized basis as determined by the 19 department. Biodiesel blend of 10% or more through 20% 20 biodiesel shall comply with ASTM specification D7467 or its successor standard. Biodiesel blend of more than 20% 21 22 biodiesel shall comply with standards adopted by the 23 department through regulation until an ASTM standard is 24 applicable.

(4) All diesel fuel sold or offered for sale to ultimate
consumers in this Commonwealth for use in on-road compression
ignition engines or for use in residential or commercial
<u>heating systems</u> must be blended with biodiesel so as to
achieve a biodiesel blend of at least 20% biodiesel by volume
one year after the in-State production volume of 400,000,000

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gallons of biodiesel has been reached and sustained for three months on an annualized basis as determined by the department. Biodiesel blend of 20% biodiesel shall comply with ASTM specification D7467 or its successor standard. Biodiesel blend of more than 20% biodiesel shall comply with standards adopted by the department through regulation until an ASTM standard is applicable.

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(b) Applicability of standards.--

9 The volume standards mandated in subsection (a) (3) (1) 10 and (4) shall be effective only if the department, in cooperation with the Department of Transportation and the 11 12 Department of Environmental Protection, makes a determination that manufacturers of diesel-fueled vehicles that are sold in 13 14 this Commonwealth have indicated publicly that they will not 15 void or withdraw vehicle engine warranties due to the use of 16 biodiesel blends at the percentages contained in the 17 corresponding subsection. This determination shall be 18 published in the Pennsylvania Bulletin and transmitted to the 19 Majority Leader and the Minority Leader of the Senate and the 20 Majority Leader and the Minority Leader of the House of 21 Representatives.

22 (2) The volume standards mandated in subsection (a) (3) 23 and (4) or for use in residential or commercial heating 24 systems, shall be effective only if the department, in 25 cooperation with the Department of Environmental Protection, 26 makes a determination that manufacturers of residential or 27 commercial heating systems that are sold in this Commonwealth 28 have indicated publicly that the manufacturer will not void 29 or withdraw heating system warranties due to the use of biodiesel blends at the percentages contained in subsection 30

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1 <u>(a). The Department of Environmental Protection shall</u>	
2 <u>transmit notice to the Legislative Reference Bureau for</u>	
3 publication in the Pennsylvania Bulletin, to the Majority	
4 Leader and the Minority Leader of the Senate and the Majority	,
5 Leader and the Minority Leader of the House of	
6 <u>Representatives.</u>	
7 * * *	
8 (f) ExceptionsThe requirements of this section shall not	
9 apply to:	
10 (1) Aviation fuel[, home heating fuel oil of any grade	
or where prohibited by law].	
12 * * *	
13 Section 4.1. Blending, registration and other requirements.	
14 * * *	
15 (b) Registration requirementsAny person that offers for	
16 sale, sells or otherwise transfers title in this Commonwealth to	J
17 biodiesel blend or biodiesel for use by consumers in on-road	
18 compression ignition engines or for use in residential or	
19 <u>commercial heating systems</u> shall register annually with the	
20 department. Each location in this Commonwealth where the person	
21 conducts the activity shall be separately registered, but may be	:
22 submitted in a single form. This subsection shall apply to in-	
23 State and out-of-State persons. The application for registration	
24 shall be on a form prescribed by the department and may be	
25 accepted electronically by the department.	
26 * * *	
27 Section 5. Department authority and responsibility.	
28 * * *	
29 (e) Authority	
30 (1) The department shall have the following authority:	
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2 To issue stop-sale orders with respect to all (iv) 3 biodiesel blend and biodiesel stored, held, blended, sold or title to which is otherwise transferred or offered for 4 sale to consumers in this Commonwealth for use in on-road 5 6 compression ignition engines or for use in residential or 7 commercial heating systems if the department determines, 8 after sampling and analysis, that the biodiesel blend or biodiesel does not comply with the standards established 9 10 under this act or the regulations promulgated under this 11 act and would be detrimental to the operation of on-road 12 compression ignition engines or for use in residential or 13 commercial heating systems if used [for its] as intended 14 [use]. The department may release the noncompliant 15 biodiesel blend or biodiesel for sale only when the 16 department determines the biodiesel blend or biodiesel is 17 either brought into compliance with this act or 18 regulations promulgated under this act or it would no 19 longer be detrimental to the operation of on-road 20 compression ignition engines if used for its intended use. All such biodiesel blend or biodiesel must be 21 22 properly labeled as to its noncompliant characteristics 23 if released and permitted to be sold without being 24 brought into compliance with this act or regulations 25 promulgated under this act. A person that knowingly 26 sells, offers for sale or otherwise transfers title to 27 biodiesel blend or biodiesel in this Commonwealth subject 28 to a stop-sale order for use by consumers in on-road 29 compression ignition engines or for use in residential or commercial heating systems commits a misdemeanor of the 30

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1 third degree.

2 * * *

3 Section 3. This act shall take effect in 60 days.