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| 1 | STATE VEHICLE EFFICIENCY REQUIREMENTS |
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| 2 | 2014 GENERAL SESSION |
| 3 | STATE OF UTAH |
| 4 | Chief Sponsor: Scott K. Jenkins |
| 5 | House Sponsor: Gage Froerer |
| 6 7 | LONG TITLE |
| 8 | General Description: |
| 9 | This bill requires the Division of Fleet Operations to ensure that 50% or more of state |
| 10 | vehicles that are motor vehicles used for the transportation of passengers are alternative |
| 11 | fuel or high efficiency motor vehicles. |
| 12 | Highlighted Provisions: |
| 13 | This bill: |
| 14 | requires the Division of Fleet Operations to ensure that 50% or more of state |
| 15 | vehicles that are motor vehicles used for the transportation of passengers are |
| 16 | alternative fuel or high efficiency; and |
| 17 | makes technical corrections. |
| 18 | Money Appropriated in this Bill: |
| 19 | None |
| 20 | Other Special Clauses: |
| 21 | None |
| 22 | Utah Code Sections Affected: |
| 23 | AMENDS: |
| 24 | 63A-9-401, as last amended by Laws of Utah 2009, Chapter 183 |
| 25 | ENACTS: |
| 26 | 63A-9-403, Utah Code Annotated 1953 |
| 27 | |
| 28 | Be it enacted by the Legislature of the state of Utah: |

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29 Section 1. Section **63A-9-401** is amended to read:

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| 30 | 63A-9-401. Division Duties. |
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| 31 | (1) The division shall: |
| 32 | (a) perform all administrative duties and functions related to management of state |
| 33 | vehicles; |
| 34 | (b) coordinate all purchases of state vehicles; |
| 35 | (c) establish one or more fleet automation and information systems for state vehicles; |
| 36 | (d) make rules establishing requirements for: |
| 37 | (i) maintenance operations for state vehicles; |
| 38 | (ii) use requirements for state vehicles; |
| 39 | (iii) fleet safety and loss prevention programs; |
| 40 | (iv) preventative maintenance programs; |
| 41 | (v) procurement of state vehicles, including: |
| 42 | (A) vehicle standards; |
| 43 | (B) alternative fuel vehicle requirements; |
| 44 | (C) short-term lease programs; |
| 45 | (D) equipment installation; and |
| 46 | (E) warranty recovery programs; |
| 47 | (vi) fuel management programs; |
| 48 | (vii) cost management programs; |
| 49 | (viii) business and personal use practices, including commute standards; |
| 50 | (ix) cost recovery and billing procedures; |
| 51 | (x) disposal of state vehicles; |
| 52 | (xi) reassignment of state vehicles and reallocation of vehicles throughout the fleet; |
| 53 | (xii) standard use and rate structures for state vehicles; and |
| 54 | (xiii) insurance and risk management requirements; |
| 55 | (e) establish a parts inventory; |
| 56 | (f) create and administer a fuel dispensing services program that meets the |
| 57 | requirements of Subsection (2); |

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| 58 | (g) emphasize customer service when dealing with agencies and agency employees; |
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| 59 | (h) conduct an annual audit of all state vehicles for compliance with division |
| 60 | requirements; |
| 61 | (i) before charging a rate, fee, or other amount to an executive branch agency, or to a |
| 62 | subscriber of services other than an executive branch agency: |
| 63 | (i) submit the proposed rates, fees, and cost analysis to the Rate Committee established |
| 64 | in Section 63A-1-114; and |
| 65 | (ii) obtain the approval of the Legislature as required by Section 63J-1-410; and |
| 66 | (j) conduct an annual market analysis of proposed rates and fees, which analysis shall |
| 67 | include a comparison of the division's rates and fees with the fees of other public or private |
| 68 | sector providers where comparable services and rates are reasonably available. |
| 69 | (2) The division shall operate a fuel dispensing services program in a manner that: |
| 70 | (a) reduces the risk of environmental damage and subsequent liability for leaks |
| 71 | involving state-owned underground storage tanks; |
| 72 | (b) eliminates fuel site duplication and reduces overall costs associated with fuel |
| 73 | dispensing; |
| 74 | (c) provides efficient fuel management and efficient and accurate accounting of |
| 75 | fuel-related expenses; |
| 76 | (d) where practicable, privatizes portions of the state's fuel dispensing system; |
| 77 | (e) provides central planning for fuel contingencies; |
| 78 | (f) establishes fuel dispensing sites that meet geographical distribution needs and that |
| 79 | reflect usage patterns; |
| 80 | (g) where practicable, uses alternative sources of energy; and |
| 81 | (h) provides safe, accessible fuel supplies in an emergency. |
| 82 | (3) The division shall: |
| 83 | (a) ensure that the state and each of its agencies comply with state and federal law and |
| 84 | state and federal rules and regulations governing underground storage tanks; |
| 85 | (b) coordinate the installation of new state-owned underground storage tanks and the |

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| 86 | upgrading or retrofitting of existing underground storage tanks; and |
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| 87 | (c) ensure that counties, municipalities, school districts, local districts, and special |
| 88 | service districts subscribing to services provided by the division sign a contract that: |
| 89 | (i) establishes the duties and responsibilities of the parties; |
| 90 | (ii) establishes the cost for the services; and |
| 91 | (iii) defines the liability of the parties. |
| 92 | (4) (a) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, |
| 93 | the director of the Division of Fleet Operations: |
| 94 | (i) may make rules governing fuel dispensing; and |
| 95 | (ii) shall make rules establishing standards and procedures for purchasing the most |
| 96 | economically appropriate size and type of vehicle for the purposes and driving conditions for |
| 97 | which the vehicle will be used, including procedures for granting exceptions to the standards |
| 98 | by the executive director of the Department of Administrative Services. |
| 99 | (b) Rules made under Subsection (4)(a)(ii): |
| 100 | (i) shall designate a standard vehicle size and type that shall be designated as the |
| 101 | statewide standard vehicle for fleet expansion and vehicle replacement; |
| 102 | (ii) may designate different standard vehicle size and types based on defined categories |
| 103 | of vehicle use; |
| 104 | (iii) may, when determining a standard vehicle size and type for a specific category of |
| 105 | vehicle use, consider the following factors affecting the vehicle class: |
| 106 | (A) size requirements; |
| 107 | (B) economic savings; |
| 108 | (C) fuel efficiency; |
| 109 | (D) driving and use requirements; |
| 110 | (E) safety; |
| 111 | (F) maintenance requirements; [and] |
| 112 | (G) resale value; and |
| 113 | (H) the requirements of Section 63A-9-403; and |

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| 114 | (iv) shall require agencies that request a vehicle size and type that is different from the |
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| 115 | standard vehicle size and type to: |
| 116 | (A) submit a written request for a nonstandard vehicle to the division that contains the |
| 117 | following: |
| 118 | (I) the make and model of the vehicle requested, including acceptable alternate vehicle |
| 119 | makes and models as applicable; |
| 120 | (II) the reasons justifying the need for a nonstandard vehicle size or type; |
| 121 | (III) the date of the request; and |
| 122 | (IV) the name and signature of the person making the request; and |
| 123 | (B) obtain the division's written approval for the nonstandard vehicle. |
| 124 | (5) (a) (i) Each state agency and each higher education institution shall subscribe to the |
| 125 | fuel dispensing services provided by the division. |
| 126 | (ii) A state agency may not provide or subscribe to any other fuel dispensing services, |
| 127 | systems, or products other than those provided by the division. |
| 128 | (b) Counties, municipalities, school districts, local districts, special service districts, |
| 129 | and federal agencies may subscribe to the fuel dispensing services provided by the division if: |
| 130 | (i) the county or municipal legislative body, the school district, or the local district or |
| 131 | special service district board recommends that the county, municipality, school district, local |
| 132 | district, or special service district subscribe to the fuel dispensing services of the division; and |
| 133 | (ii) the division approves participation in the program by that government unit. |
| 134 | (6) The director, with the approval of the executive director, may delegate functions to |
| 135 | institutions of higher education, by contract or other means authorized by law, if: |
| 136 | (a) the agency or institution of higher education has requested the authority; |
| 137 | (b) in the judgment of the director, the state agency or institution has the necessary |
| 138 | resources and skills to perform the delegated responsibilities; and |
| 139 | (c) the delegation of authority is in the best interest of the state and the function |
| 140 | delegated is accomplished according to provisions contained in law or rule. |
| 141 | Section 2. Section 63A-9-403 is enacted to read: |

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142 <u>63A-9-403.</u> Clean emissions vehicles -- Alternative fuel vehicles.

- 143 No later than August 30, 2018, the division shall ensure that 50% or more of new or
- 144 replacement division-owned state vehicles that are motor vehicles used for the transportation of
- 145 passengers are motor vehicles with emissions that are equal to or cleaner than the standards
- 146 established in bin 2 in Table S04-1, of 40 C.F.R. 86.1811-04(c)(6), or any vehicle propelled to
- 147 <u>a significant extent using one of the following alternative fuels:</u>
- 148 (1) electricity from an off-board source;
- 149 <u>(2) natural gas;</u>
- 150 <u>(3) liquid petroleum gas;</u>
- 151 <u>(4) hydrogen; or</u>
- 152 <u>(5) biodiesel.</u>