#### SUBCHAPTER VII—VEHICLES AND FUELS

PART A—EXISTING PROGRAMS

## § 16051. Joint flexible fuel/hybrid vehicle commercialization initiative

#### (a) Definitions

In this section:

#### (1) Eligible entity

The term "eligible entity" means—

- (A) a for-profit corporation;
- (B) a nonprofit corporation; or
- (C) an institution of higher education.

#### (2) Program

The term "program" means a program established under subsection (b).

#### (b) Establishment

The Secretary shall establish a program to improve technologies for the commercialization of—

- (1) a combination hybrid/flexible fuel vehicle: or
  - (2) a plug-in hybrid/flexible fuel vehicle.

#### (c) Grants

In carrying out the program, the Secretary shall provide grants that give preference to proposals that—

- (1) achieve the greatest reduction in miles per gallon of petroleum fuel consumption;
- (2) achieve not less than 250 miles per gallon of petroleum fuel consumption; and
- (3) have the greatest potential of commercialization to the general public within 5 years.

#### (d) Verification

Not later than 90 days after August 8, 2005, the Secretary shall publish in the Federal Register procedures to verify—

- (1) the hybrid/flexible fuel vehicle technologies to be demonstrated; and
- (2) that grants are administered in accordance with this section.

# (e) Report

Not later than 260 days after August 8, 2005, and annually thereafter, the Secretary shall submit to Congress a report that—

- (1) identifies the grant recipients;
- (2) describes the technologies to be funded under the program;
- (3) assesses the feasibility of the technologies described in paragraph (2) in meeting the goals described in subsection (c);
- (4) identifies applications submitted for the program that were not funded; and
- (5) makes recommendations for Federal legislation to achieve commercialization of the technology demonstrated.

# (f) Authorization of appropriations

There are authorized to be appropriated to carry out this section, to remain available until expended—

- (1) \$3,000,000 for fiscal year 2006;
- (2) \$7,000,000 for fiscal year 2007;
- (3) \$10,000,000 for fiscal year 2008; and
- (4) \$20,000,000 for fiscal year 2009.

(Pub. L. 109–58, title VII,  $\S706$ , Aug. 8, 2005, 119 Stat. 817.)

PART B—HYBRID VEHICLES, ADVANCED VEHICLES, AND FUEL CELL BUSES

SUBPART 1-HYBRID VEHICLES

## § 16061. Hybrid vehicles

The Secretary shall accelerate efforts directed toward the improvement of batteries and other rechargeable energy storage systems, power electronics, hybrid systems integration, and other technologies for use in hybrid vehicles.

(Pub. L. 109–58, title VII, §711, Aug. 8, 2005, 119 Stat. 818.)

# § 16062. Domestic manufacturing conversion grant program

#### (a) Program

# (1) In general

The Secretary shall establish a program to encourage domestic production and sales of efficient hybrid and advanced diesel vehicles and components of those vehicles.

#### (2) Inclusions

The program shall include grants and loan guarantees under section 16513 of this title to automobile manufacturers and suppliers and hybrid component manufacturers to encourage domestic production of efficient hybrid, plugin electric hybrid, plug-in electric drive, and advanced diesel vehicles.

## (3) Priority

Priority shall be given to the refurbishment or retooling of manufacturing facilities that have recently ceased operation or will cease operation in the near future.

# (b) Coordination with State and local programs

The Secretary may coordinate implementation of this section with State and local programs designed to accomplish similar goals, including the retention and retraining of skilled workers from the manufacturing facilities, including by establishing matching grant arrangements.

### (c) Authorization of appropriations

There are authorized to be appropriated to the Secretary such sums as may be necessary to carry out this section.

(Pub. L. 109–58, title VII, §712, Aug. 8, 2005, 119 Stat. 818; Pub. L. 110–140, title I, §§132, 134(a), Dec. 19, 2007, 121 Stat. 1511, 1513.)

## AMENDMENTS

2007—Pub. L. 110–140, §132, amended section generally. Prior to amendment, section related to program to encourage domestic production and sales of efficient hybrid and advanced diesel vehicles and authorization of appropriations.

Subsec. (a)(2). Pub. L. 110–140, §134(a), inserted "and loan guarantees under section 16513 of this title" after "grants".

## EFFECTIVE DATE OF 2007 AMENDMENT

Amendment by Pub. L. 110–140 effective on the date that is 1 day after Dec. 19, 2007, see section 1601 of Pub. L. 110–140, set out as an Effective Date note under section 1824 of Title 2, The Congress.

#### SUBPART 2-ADVANCED VEHICLES

# § 16071. Pilot program

## (a) Establishment

The Secretary, in consultation with the Secretary of Transportation, shall establish a competitive grant pilot program (referred to in this subpart as the "pilot program"), to be administered through the Clean Cities Program of the Department, to provide not more than 30 geographically dispersed project grants to State governments, local governments, or metropolitan transportation authorities to carry out a project or projects for the purposes described in subsection (b).

#### (b) Grant purposes

A grant under this section may be used for the following purposes:

- (1) The acquisition of alternative fueled vehicles or fuel cell vehicles, including—
  - (A) passenger vehicles (including neighborhood electric vehicles); and
  - (B) motorized 2-wheel bicycles or other vehicles for use by law enforcement personnel or other State or local government or metropolitan transportation authority employees.
- (2) The acquisition of alternative fueled vehicles, hybrid vehicles, or fuel cell vehicles, including—
  - (A) buses used for public transportation or transportation to and from schools;
  - (B) delivery vehicles for goods or services; and
  - (C) ground support vehicles at public airports (including vehicles to carry baggage or push or pull airplanes toward or away from terminal gates).
- (3) The acquisition of ultra-low sulfur diesel vehicles.
- (4) Installation or acquisition of infrastructure necessary to directly support an alternative fueled vehicle, fuel cell vehicle, or hybrid vehicle project funded by the grant, including fueling and other support equipment.
- (5) Operation and maintenance of vehicles, infrastructure, and equipment acquired as part of a project funded by the grant.

# (c) Applications

## (1) Requirements

# (A) In general

The Secretary shall issue requirements for applying for grants under the pilot program.

## (B) Minimum requirements

At a minimum, the Secretary shall require that an application for a grant—

- (i) be submitted by the head of a State or local government or a metropolitan transportation authority, or any combination thereof, and a registered participant in the Clean Cities Program of the Department; and
  - (ii) include—
  - (I) a description of the project proposed in the application, including how the project meets the requirements of this subpart;

(II) an estimate of the ridership or degree of use of the project;

(III) an estimate of the air pollution emissions reduced and fossil fuel displaced as a result of the project, and a plan to collect and disseminate environmental data, related to the project to be funded under the grant, over the life of the project;

(IV) a description of how the project will be sustainable without Federal assistance after the completion of the term of the grant;

(V) a complete description of the costs of the project, including acquisition, construction, operation, and maintenance costs over the expected life of the project;

(VI) a description of which costs of the project will be supported by Federal assistance under this subpart; and

(VII) documentation to the satisfaction of the Secretary that diesel fuel containing sulfur at not more than 15 parts per million is available for carrying out the project, and a commitment by the applicant to use such fuel in carrying out the project.

#### (2) Partners

An applicant under paragraph (1) may carry out a project under the pilot program in partnership with public and private entities.

## (d) Selection criteria

In evaluating applications under the pilot program, the Secretary shall—

- (1) consider each applicant's previous experience with similar projects; and
- (2) give priority consideration to applications that—
- (A) are most likely to maximize protection of the environment;
- (B) demonstrate the greatest commitment on the part of the applicant to ensure funding for the proposed project and the greatest likelihood that the project will be maintained or expanded after Federal assistance under this subpart is completed; and
- (C) exceed the minimum requirements of subsection (c)(1)(B)(ii).

## (e) Pilot project requirements

#### (1) Maximum amount

The Secretary shall not provide more than \$15,000,000 in Federal assistance under the pilot program to any applicant.

## (2) Cost sharing

The Secretary shall not provide more than 50 percent of the cost, incurred during the period of the grant, of any project under the pilot program.

#### (3) Maximum period of grants

The Secretary shall not fund any applicant under the pilot program for more than 5 years.

# (4) Deployment and distribution

The Secretary shall seek to the maximum extent practicable to ensure a broad geographic distribution of project sites.

## (5) Transfer of information and knowledge

The Secretary shall establish mechanisms to ensure that the information and knowledge