THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 10

Special Session No. 1 of 2007-2008

INTRODUCED BY GORDNER, PIPPY, SCARNATI, FONTANA, DINNIMAN, LAVALLE, WAUGH, WONDERLING, VANCE, BROWNE, GREENLEAF, STACK, C. WILLIAMS, WASHINGTON, BOSCOLA AND PUNT, OCTOBER 22, 2007

REFERRED TO ENERGY POLICIES, OCTOBER 22, 2007

AN ACT

- Amending the act of November 29, 2004 (P.L.1376, No.178), entitled "An act relating to alternative fuels; establishing the Alternative Fuels Incentive Fund; authorizing grants and rebates to promote the use of alternative fuels; imposing duties on the Department of Environmental Protection; providing for an annual report; allocating funds collected from the utilities gross receipts tax; making an appropriation; abrogating regulations; and making a repeal," further providing for definitions; and providing for biodiesel production incentives.
- 11 The General Assembly of the Commonwealth of Pennsylvania
- 12 hereby enacts as follows:
- 13 Section 1. Section 2 of the act of November 29, 2004
- 14 (P.L.1376, No.178), known as the Alternative Fuels Incentive
- 15 Act, is amended by adding definitions to read:
- 16 Section 2. Definitions.
- 17 The following words and phrases when used in this act shall
- 18 have the meanings given to them in this section unless the
- 19 context clearly indicates otherwise:
- 20 "Accredited laboratory." A laboratory accredited by the
- 21 American Society for Testing and Materials International.

- 1 * * *
- 2 <u>"Qualified biodiesel producer."</u> A producer of biodiesel who
- 3 has its principal place of business and facility for the
- 4 production of biodiesel fuel in this Commonwealth and is at
- 5 least 51% owned or operated by persons with a permanent
- 6 residence in this Commonwealth and who has complied with the
- 7 requirements of section 3.1(b).
- 8 * * *
- 9 Section 2. The act is amended by adding a section to read:
- 10 <u>Section 3.1. Biodiesel production incentives.</u>
- 11 (a) Incentives.--In addition to the incentives provided for
- 12 <u>in section 3, the department shall pay a qualified biodiesel</u>
- 13 producer an incentive for the production of biodiesel in the
- 14 amount of \$1 for each gallon of biodiesel sold by the producer
- 15 for commercial purposes. Qualified biodiesel producers may
- 16 receive the incentive for no more than ten million gallons per
- 17 calendar year. Individual producers shall not receive more than
- 18 \$4,000,000 in incentives annually. The incentives shall be paid
- 19 until December 31, 2010.
- 20 (b) Application. -- A qualified biodiesel producer shall file
- 21 for the biodiesel production incentive on a monthly basis on a
- 22 form furnished by the department. The form shall require the
- 23 qualified biodiesel producer to submit proof of production of
- 24 the biodiesel and the number of gallons sold during the previous
- 25 calendar month. A producer shall also submit a certificate of
- 26 <u>analysis from an accredited laboratory for every 500,000 gallons</u>
- 27 of biodiesel produced showing that the biodiesel meets the
- 28 American Society for Testing and Materials D-6751 standard.
- 29 Section 3. This act shall take effect January 1, 2008, or
- 30 immediately, whichever is later.